



WS Prudential Investment Funds (1)

Annual Report and Financial Statements
for the year ended 31 October 2024



WS Prudential Risk Managed Active 1

WS Prudential Risk Managed Active 2

WS Prudential Risk Managed Active 3

WS Prudential Risk Managed Active 4

WS Prudential Risk Managed Active 5

WS Prudential Risk Managed Passive Fund 1

WS Prudential Risk Managed Passive Fund 2

WS Prudential Risk Managed Passive Fund 3

WS Prudential Risk Managed Passive Fund 4

WS Prudential Risk Managed Passive Fund 5

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ACD'S REPORT

for the year ended 31 October 2024

Authorised Status

WS Prudential Investment Funds (1) ('the Company') is an investment company with variable capital incorporated in England and Wales under registered number IC000508 and authorised by the Financial Conduct Authority with effect from 8 February 2007. The Company has an unlimited duration.

The Company is a Non-UCITS Retail Scheme and the base currency of the Company and each sub-fund is pounds sterling.

Shareholders are not liable for the debts of the Company. Shareholders are not liable to make any further payment to the Company after they have paid the price on purchase of the shares.

The AIFM is the legal person appointed on behalf of the Company and which (through this appointment) is responsible for managing the Company in accordance with the AIFM Directive and The Alternative Investment Fund Managers Regulations 2013. This role is performed by the ACD and references to the ACD in this Annual Report and Financial Statements include the AIFM as applicable.

ACD's Statement

Economic Uncertainty

Whilst the outbreak of COVID-19 in March 2020 now seems a distant memory, Russia's incursion into Ukraine in February 2022 remains an unresolved conflict that has led to inflationary pressures globally. Add to this the Israel-Hamas conflict that commenced in October 2023, and we are faced with consequences in both the domestic and global economy. Significant increases in the prices of energy and commodities have reverberated around the world, leading to many countries experiencing inflation at levels not seen for many years. To curb the increase in inflation, many nations' central banks have been progressively increasing interest rates. In light of most economies heading in a downward trajectory, central banks have recently ended their aggressive monetary tightening and have projected loosening their monetary policies in the second half of 2024. Although the consequences of the geopolitical events remain unclear, the global economy has shown resilience to the inflationary environment and gives hope that a 'soft-landing' is attainable. July brought political uncertainty in Europe with snap elections in the UK and France which eventually had a moderate impact on financial markets. In addition, Western Central Banks in the US, Eurozone and UK recently started cutting interest rates to support job market and deteriorating manufacturing activity as inflation has continued to ease.

Important Information

With effect from 28 June 2024, the registered office of the ACD changed to 3rd Floor, Central Square, 29 Wellington Street, Leeds, United Kingdom, LS1 4DL.

With effect from 30 September 2024, the Registrar changed its name from Link Fund Administrators Limited ('LFAL') to Waystone Transfer Agency Solutions (UK) Limited ('WTASL').

ACD'S REPORT continued

Cross Holdings

No sub-funds had holdings in any other sub-fund of the Company at the end of the year.

Remuneration Policy

Waystone Management (UK) Limited ('WMUK') is committed to ensuring that its remuneration policies and practices are consistent with, and promote, sound and effective risk management. WMUK's remuneration policy is designed to ensure that excessive risk taking is not encouraged by or within WMUK including in respect of the risk profile of the funds it operates, to manage the potential for conflicts of interest in relation to remuneration (having regard, inter alia, to its formal conflicts of interest policy) and to enable WMUK to achieve and maintain a sound capital base.

None of WMUK's staff receives remuneration based on the performance of any individual fund. WMUK acts as the operator of both UK UCITS funds and Alternative Investment Funds ('AIFs').

WMUK delegates portfolio management for the funds to various investment management firms. The portfolio managers' fees and expenses for providing investment management services are paid by the ACD out of its own remuneration under the ACD agreement. The investment management firms may make information on remuneration publicly available in accordance with the disclosure requirements applicable to them. This disclosure is in respect of WMUK activities (including activities performed by its sister company Waystone Transfer Agency Solutions (UK) Limited (WTASL) or by employees of that entity), and excludes activities undertaken by third party investment management firms. WMUK staff do not perform duties solely for particular funds, nor are they remunerated by reference to the performance of any individual fund. Accordingly, the information below is for WMUK as a whole. No attempt has been made to attribute remuneration to the Company itself.

Information on WMUK's remuneration arrangements is collated annually, as part of its statutory accounts preparation processes. Accordingly, the information disclosed relates to the year ended 31 December 2023, being the most recent accounting period for which accounts have been prepared by WMUK prior to the production of these accounts. As at 31 December 2023, WMUK operated 83 UK UCITS and 119 AIFs, whose respective assets under management ('AuM') were £36,868 million and £52,751 million. The Company was valued at £2,579 million as at that date and represented 2.88% of WMUK's total AuM and 4.89% of its AIF AuM.

ACD'S REPORT continued

Remuneration Policy continued

The disclosure below represents that required under FUND 3.3.5R (5) and (6) for funds subject to AIFMD obligations.

2023	Number of beneficiaries	Fixed £'000	Variable £'000	Total £'000
Total amount of remuneration paid by WMUK for the financial year to 31 December 2023	166	3,223	324	3,547
Total amount of remuneration paid to members of staff whose activities have a material impact on the risk profile of the funds for the financial year to 31 December 2023				
Senior management (incl all Board members)	7	390	104	494
Staff engaged in control functions	11	411	86	497
Risk takers and other identified staff	17	461	50	511
Any employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers	-	-	-	-

WMUK's remuneration arrangement includes fixed salaries, contributory pension arrangements and certain other benefits, and the potential for discretionary bonuses. The amount available for payment of discretionary bonuses is dependent on satisfactory performance by WMUK, and the Waystone Group as a whole, rather than the performance of any individual fund. Bonuses may then be paid to staff to reflect their contribution to WMUK's success. The precise metrics used vary by function, but consideration is given to both qualitative and quantitative measures.

Further details can be found at: <https://www.fundsolutions.net/media/jyujy1n3/wmuk-explanation-of-compliance-with-remuneration-code.pdf>.

Securities Financing Transactions

The Company has the ability to utilise Securities Financing Transactions (being transactions such as lending or borrowing of securities, repurchase or reverse repurchase transactions, buy-sell back or sell-buy back transactions, or margin lending transactions). No such transactions have been undertaken in the period covered by this report.

ACD'S REPORT continued

Task Force on Climate-related Financial Disclosures ('TCFD')

In accordance with current Financial Conduct Authority rules, the ACD is required to publish its own TCFD report and that of each fund. The report can be found at TCFD Reporting (fundsolutions.net/tcfid-reporting) and the report of the sub-funds of the Company can be found at <https://www.fundsolutions.net/uk/m-g-prudential/ws-prudential-investment-funds-1/>.

Prior to accessing the report of the sub-funds of the Company there is a link to the 'TCFD Reporting Guide' which provides an explanation of the TCFD report.

Value Assessment

In accordance with current Financial Conduct Authority rules, the ACD is required to carry out an annual assessment on whether the Company provides value to investors. The outcome of the latest assessment is available on the ACD's website.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Investment Funds (1)
31 January 2025

DIRECTOR'S STATEMENT

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook and the Investment Funds Sourcebook, as applicable, as issued and amended by the Financial Conduct Authority together with the relevant provisions of the Alternative Investment Fund Manager's Directive and modified by a direction given by the Financial Conduct Authority where the ACD has opted to provide a NURS KII Document, a Key Investor Information Document for Non-UCITS Retail Schemes.

K.J. MIDL

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Investment Funds (1)

31 January 2025

STATEMENT OF ACD'S RESPONSIBILITIES

The Collective Investment Schemes Sourcebook published by the Financial Conduct Authority ('the COLL Sourcebook') and the Investment Funds Sourcebook (the 'FUND Sourcebook'), as applicable, requires the ACD to prepare financial statements for each annual accounting year which give a true and fair view of the financial position of the Company, comprising each of its sub-funds and of the net revenue/expense and net capital gains/losses on the property of the Company's sub-funds for the year.

In preparing the financial statements the ACD is responsible for:

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

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

STATEMENT OF DEPOSITARY'S RESPONSIBILITIES

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook and, from 22 July 2014, the Investment Funds Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together 'the Regulations'), the Company's Instrument of Incorporation and Prospectus (together 'the Scheme documents') as summarised below.

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

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

The Depositary must ensure that:

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

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

REPORT OF THE DEPOSITARY

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

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

THE BANK OF NEW YORK MELLON (INTERNATIONAL) LIMITED

Depositary of WS Prudential Investment Funds (1)
31 January 2025

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WS PRUDENTIAL INVESTMENT FUNDS (1)

Opinion

We have audited the financial statements of WS Prudential Investment Funds (1) ('the Company') comprising each of its sub-funds for the year ended 31 October 2024, which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Shareholders, the Balance Sheet, the related notes and the Distribution Tables, and the accounting and distribution policies of the Company, which include summary of significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company comprising each of its sub-funds as at 31 October 2024 and of the net revenue and the net capital gains on the scheme property of the Company comprising each of its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the FRC) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions Relating to Going Concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the ACD with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's ability to continue as a going concern.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WS PRUDENTIAL INVESTMENT FUNDS (1) continued

Other Information

The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information contained within the Annual Report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the Rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the 'FCA')

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the FCA and the Instrument of Incorporation; and
- there is nothing to indicate that adequate accounting records have not been kept or that the financial statements are not in agreement with those records; and
- the information given in the ACD's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on Which We Are Required to Report by Exception

We have nothing to report in respect of the following matter in relation to which the Collective Investment Schemes Sourcebook of the FCA requires us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WS PRUDENTIAL INVESTMENT FUNDS (1) continued

Responsibilities of the ACD

As explained more fully in the ACD's responsibilities statement set out on page 17, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Explanation as to What Extent the Audit Was Considered Capable of Detecting Irregularities, Including Fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP), Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the OEIC Regulations, the Company's Instrument of Incorporation and the Prospectus.
- We understood how the Company is complying with those frameworks through discussions with the ACD and the Company's administrators and a review of the Company's documented policies and procedures.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WS PRUDENTIAL INVESTMENT FUNDS (1) continued

- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override, specifically management's propensity to influence revenue and amounts available for distribution. We identified fraud risks in relation to the incomplete or inaccurate income recognition through incorrect classification of special dividends and the resulting impact to amounts available for distribution and in relation to the incorrect valuation of unlisted or manager-priced securities. For both identified fraud risks, we gained an understanding of the processes and controls by performing walkthroughs to evaluate the design and implementation of controls and we completed the following:
 - In relation to the risk of incomplete or inaccurate income recognition through incorrect classification of special dividends, we tested the appropriateness of management's classification for a sample of special dividends as either a capital or revenue return.
 - In relation to the risk of incorrect valuation of unlisted or manager-priced investments, we reviewed the valuations of the unlisted investments prepared by management, challenging the reasonableness of key assumptions used by management and their appropriateness in accordance with the applicable valuation guidelines, and obtaining evidence for the significant inputs to the valuation.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the ACD with respect to the application of the documented policies and procedures and review of the financial statements to test compliance with the reporting requirements of the Company.
- Due to the regulated nature of the Company, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities which included the use of specialists where appropriate to identify non-compliance with the applicable laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WS PRUDENTIAL INVESTMENT FUNDS (1) continued

Use of Our Report

This report is made solely to the Company's Members, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the FCA. Our audit work has been undertaken so that we might state to the Company's Members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Members as a body, for our audit work, for this report, or for the opinions we have formed.

ERNST & YOUNG LLP

Statutory Auditor
Edinburgh
31 January 2025

ACCOUNTING AND DISTRIBUTION POLICIES

for the year ended 31 October 2024

1. Accounting Policies

The principal accounting policies, which have been applied to the financial statements of the sub-funds in both the current and prior year, are set out below. These have been applied consistently across all sub-funds unless otherwise stated in the Notes to the Financial Statements of each sub-fund.

(A) BASIS OF ACCOUNTING

The financial statements of each sub-fund have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. The financial statements have been prepared in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of UK Authorised Funds issued by the Investment Association ('IA') in May 2014, as amended.

These financial statements are prepared on a going concern basis. The ACD has made an assessment of each sub-fund's ability to continue as a going concern, and is satisfied they have the resources to continue in business for the foreseeable future and is not aware of any material uncertainties that may cast significant doubt on this assessment. This assessment is made as at the date of issue of these financial statements, covering the subsequent 12 months, and considers liquidity, declines in global capital markets, known redemption levels and key service provider's operational resilience. The ACD also considered each sub-fund's continued ability to meet ongoing costs, and is satisfied they have the resources to meet these costs and to continue in business.

(B) RECOGNITION OF REVENUE

Dividends on quoted equities are recognised when the securities are quoted ex-dividend.

Distributions from collective investment schemes are recognised when the schemes are quoted ex-distribution. Equalisation returned with the distribution is deducted from the cost of the investment in the scheme and does not form part of the distributable revenue.

Reportable income from funds with 'reporting fund' status for UK tax purposes is recognised when the information is made available by the reporting fund.

Revenue received from tax transparent funds is recognised when the information is made available by the reporting fund.

Rebates of Annual Management Charges (AMC rebates) from underlying investments are accounted for on an accruals basis and are recognised as revenue, or capital in line with the allocation of the Annual Management Charge between capital and revenue of the underlying investments.

ACCOUNTING AND DISTRIBUTION POLICIES continued

The treatment of the income on derivative contracts is dependent upon the nature of the transaction. To determine whether the returns should be treated as capital or revenue the motive and circumstances of the transaction are used. Where positions are undertaken to protect or enhance capital, the returns are recognised in net capital gains; similarly where positions are taken to generate or protect revenue, the returns are included within net revenue before taxation. Where positions generate total returns it will generally be appropriate to apportion such returns between capital and revenue to properly reflect the nature of the transaction.

Interest on bank and other cash deposits is recognised on an accruals basis.

Revenue is recognised gross of any withholding taxes but excludes attributable tax credits.

(C) TREATMENT OF EXPENSES

All expenses, except for those relating to the purchase and sale of investments, are charged initially against revenue.

Expenses incurred by tax transparent funds are recognised when the information is made available by the reporting fund.

(D) ALLOCATION OF REVENUE AND EXPENSES TO MULTIPLE SHARE CLASSES AND SUB-FUNDS

Any revenue or expense not directly attributable to a particular share class or sub-fund will normally be allocated pro-rata to the net assets of the relevant share classes and sub-funds, unless a different allocation method is deemed more appropriate by the ACD.

All share classes are ranked *pari passu* and have no particular rights or terms attached, including rights on winding up.

(E) TAXATION

Corporation tax is provided at 20% on taxable revenue, after deduction of allowable expenses.

Offshore income gains, from funds without reporting status, are liable to corporation tax at 20% and any resulting charge is deducted from capital.

Where overseas tax has been deducted from overseas revenue that tax can, in some instances, be set off against the corporation tax payable by way of double tax relief and where this is the case the offset is reflected in the tax charge.

Taxation incurred by tax transparent funds is recognised when the information is made available by the reporting fund.

ACCOUNTING AND DISTRIBUTION POLICIES continued

Deferred tax is provided using the liability method on all timing differences arising on the treatment of certain items for taxation and accounting purposes, calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

(F) BASIS OF VALUATION OF INVESTMENTS

All investments are valued at their fair value as at close of business on the last business day of the financial year.

Quoted investments are valued at fair value which generally is the bid price, excluding any accrued interest in the case of debt securities. Accrued interest on debt securities is included in revenue.

Collective investment schemes are valued at published bid prices for dual priced funds and at published prices for single priced funds. The value of revenue and expenses on tax transparent investments are recognised within the respective sub-fund and therefore excluded from the valuation price.

Structured products for which a price can only be obtained from the issuer are valued at the fair value per the issuer and the value is confirmed by an independent price provider by reference to the terms as defined in the term sheet of the structured product.

The market value of over the counter (OTC) derivatives is determined based on valuation pricing models which take into account relevant market inputs as well as the time values, liquidity and volatility factors underlying the positions.

For investments for which there is no quoted price or for which the quoted price is unreliable, fair value is determined by the ACD, taking into account, where appropriate, latest dealing prices, valuations from reliable sources, financial performance, maturity of the company and other relevant factors.

Futures contracts are valued at the unrealised gain or loss between the cost of entering the contract and its value at the balance sheet date.

(G) EXCHANGE RATES

The base and functional currency of the sub-funds is pounds sterling. Transactions in foreign currencies are recorded in sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the exchange rate prevailing at close of business on the last business day of the financial year.

(H) DILUTION LEVY

The ACD may require a dilution levy on the purchase and redemption of shares if, in its opinion, the existing shareholders (for purchases) or remaining shareholders (for redemptions) might otherwise be adversely affected. For example, the dilution levy may be charged in the following circumstances: where the scheme

ACCOUNTING AND DISTRIBUTION POLICIES continued

property of a sub-fund is in continual decline; on a sub-fund experiencing large levels of net purchases relative to its size; on 'large deals' (typically being a purchase or redemption of shares to a size exceeding 5% of the Net Asset Value of the relevant sub-fund); in any case where the ACD is of the opinion that the interests of existing or remaining shareholders require the imposition of a dilution levy.

(I) PORTFOLIO TRANSACTION COSTS

Direct transaction costs may consist of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Debt security investments have no separately identifiable transaction costs as they form part of the dealing spread. Indirect transaction costs may be incurred on transactions in underlying schemes but these do not form part of the direct transaction costs disclosures. Direct transaction costs do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. The average portfolio dealing spread disclosed is the difference between the bid and offer prices of investments at the balance sheet date, including the effect of foreign exchange, expressed as a percentage of the value determined by reference to the offer price.

2. Distribution Policies

Surplus revenue after expenses and taxation, as disclosed in the financial statements, after adjustment for items of a capital nature, is distributable to shareholders. Any deficit of revenue is deducted from capital.

Interim distributions may be made at the ACD's discretion. Final distributions are made in accordance with the COLL Sourcebook.

Distributions which have remained unclaimed by shareholders for more than six years are credited to the capital property of the sub-fund.

The ordinary element of stock received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to revenue of the cash equivalent being offered and this forms part of the distributable revenue of the Fund. In the case of an enhanced stock dividend, the value of the enhancement is treated as capital and does not form part of any distribution.

Special dividends are reviewed on a case by case basis in determining whether the dividend is to be treated as revenue or capital. Amounts recognised as revenue will form part of the distributable revenue. Amounts recognised as capital are deducted from the cost of the investment. The tax accounting treatment follows the treatment of the principal amount.

WS PRUDENTIAL RISK MANAGED ACTIVE 1 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Active 1 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 9%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 9%. Capital invested is at risk.

The Fund aims to achieve its objective through investing in at least 70% in actively managed collective investment schemes. The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 0-35% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 0-35% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Active 1
31 January 2025

WS PRUDENTIAL RISK MANAGED ACTIVE 1 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 11.61%, P (Acc) 11.88% and A (Acc) 11.61% produced returns ahead of the 11.18% sector average for the IA Mixed Investment 0-35% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED ACTIVE 1 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- FlexShares Listed Private Equity UCITS ETF was added
- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity was added
- M&G US Short Duration & M&G US Corporate Bond Fund replaced Eastspring US Corp Bond Fund

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund
- M&G Invesco Global Emerging Markets Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

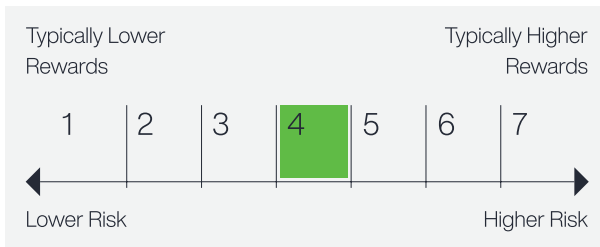
Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED ACTIVE 1

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 1 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED ACTIVE 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	152.00	148.17	170.84
Return before operating charges*	17.92	5.19	(21.33)
Operating charges	(1.41)	(1.36)	(1.34)
Return after operating charges	16.51	3.83	(22.67)
Distributions	(4.62)	(4.24)	(2.55)
Retained distributions on accumulation shares	4.62	4.24	2.55
Closing net asset value per share	168.51	152.00	148.17
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	10.86%	2.58%	(13.27)%
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OTHER INFORMATION

Closing net asset value (£'000)	1,625	2,148	3,219
Closing number of shares	964,396	1,413,543	2,172,484
Operating charges	0.87% ¹	0.88%	0.82%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	171.17	160.26	173.22
Lowest share price	151.87	148.19	145.85

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	124.50	124.82	146.44
Return before operating charges*	14.70	4.40	(18.29)
Operating charges	(1.17)	(1.15)	(1.15)
Return after operating charges	13.53	3.25	(19.44)
Distributions	(3.79)	(3.57)	(2.18)
Closing net asset value per share	134.24	124.50	124.82
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	10.87%	2.60%	(13.27)%
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OTHER INFORMATION

Closing net asset value (£'000)	244	507	581
Closing number of shares	181,953	407,618	465,760
Operating charges	0.87% ¹	0.88%	0.82%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	140.21	135.03	148.56
Lowest share price	124.40	124.83	125.01

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	124.82	125.17	146.97
Return before operating charges*	14.75	4.40	(18.45)
Operating charges	(0.16)	(0.18)	(0.11)
Return after operating charges	14.59	4.22	(18.56)
Distributions	(4.81)	(4.57)	(3.24)
Closing net asset value per share	134.60	124.82	125.17
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.69%	3.37%	(12.63)%
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OTHER INFORMATION

Closing net asset value (£'000)	17,383	19,232	16,441
Closing number of shares	12,914,631	15,407,964	13,135,010
Operating charges	0.12% ¹	0.14%	0.08%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	141.57	135.67	149.15
Lowest share price	124.72	125.18	126.36

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 1 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	128.75	125.15	143.95
Return before operating charges*	15.19	4.43	(18.02)
Operating charges	(0.85)	(0.83)	(0.78)
Return after operating charges	14.34	3.60	(18.80)
Distributions	(4.27)	(3.91)	(2.49)
Retained distributions on accumulation shares	4.27	3.91	2.49
Closing net asset value per share	143.09	128.75	125.15
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.14%	2.88%	(13.06)%
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OTHER INFORMATION

Closing net asset value (£'000)	69,649	68,981	70,024
Closing number of shares	48,675,681	53,577,217	55,949,844
Operating charges	0.61% ¹	0.63%	0.57%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	145.33	135.49	146.04
Lowest share price	128.64	125.16	123.18

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	105.40	105.64	123.98
Return before operating charges*	12.43	3.76	(15.51)
Operating charges	(0.69)	(0.70)	(0.68)
Return after operating charges	11.74	3.06	(16.19)
Distributions	(3.49)	(3.30)	(2.15)
Closing net asset value per share	113.65	105.40	105.64
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.14%	2.90%	(13.06)%
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OTHER INFORMATION

Closing net asset value (£'000)	2,799	2,524	3,279
Closing number of shares	2,462,815	2,394,576	3,103,798
Operating charges	0.61% ¹	0.63%	0.57%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	118.98	114.40	125.82
Lowest share price	105.32	105.65	106.09

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	138.86	135.35	156.05
Return before operating charges*	16.38	4.75	(19.49)
Operating charges	(1.30)	(1.24)	(1.21)
Return after operating charges	15.08	3.51	(20.70)
Distributions	(4.22)	(3.87)	(2.33)
Retained distributions on accumulation shares	4.22	3.87	2.33
Closing net asset value per share	153.94	138.86	135.35
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	10.86%	2.59%	(13.26)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,815	7,470	9,717
Closing number of shares	4,426,555	5,379,277	7,178,722
Operating charges	0.87% ¹	0.88%	0.81%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	156.37	146.40	158.25
Lowest share price	138.74	135.36	133.23

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Active 1	11.88	(0.15)	9.26
IA Mixed Investment 0-35% shares sector ¹	11.18	(0.23)	6.96

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 62 and 63.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 12.12% (31.10.23 – 13.61%)		
	CONTINENTAL EUROPE – 1.45% (31.10.23 – 1.65%)		
350,438	M&G (Lux) Europe Ex UK Equity ¹	413	0.42
548,873	M&G (Lux) Europe Ex UK Equity NPV ¹	763	0.77
154,320	M&G (Lux) Pan European Smaller Companies ¹	143	0.15
87,764	M&G European Sustain Paris Aligned ¹	106	0.11
	TOTAL CONTINENTAL EUROPE	<u>1,425</u>	<u>1.45</u>
	UNITED KINGDOM – 3.35% (31.10.23 – 4.08%)		
829,310	M&G (ACS) BlackRock UK All Share Equity ¹	976	0.99
1,102,881	M&G (ACS) UK 200 Index ¹	1,314	1.33
611,379	M&G (ACS) UK Listed Equity ¹	838	0.85
153,838	M&G (ACS) UK Listed Mid Cap Equity ¹	179	0.18
	TOTAL UNITED KINGDOM	<u>3,307</u>	<u>3.35</u>
	ASIA EX JAPAN – 2.06% (31.10.23 – 2.43% ²)		
1,651,125	M&G Asia Pacific Ex Japan ¹	<u>2,033</u>	<u>2.06</u>
	JAPAN – 0.66% (31.10.23 – 1.12%)		
419,817	M&G (ACS) Japan Equity ¹	593	0.60
43,878	M&G (ACS) Japan Smaller Companies ¹	54	0.06
	TOTAL JAPAN	<u>647</u>	<u>0.66</u>
	NORTH AMERICA – 2.23% (31.10.23 – 1.82%)		
206,757	M&G (ACS) BlackRock Canada Index ¹	233	0.24
113,979	M&G (ACS) BlackRock US Equity ¹	163	0.16
817,274	M&G (ACS) BlackRock US RAFI Equity ¹	876	0.89
92,535	M&G (ACS) Earnest Partners US ¹	117	0.12
123,055	M&G (ACS) Granahan US Small Capital Growth ¹	128	0.13

WS PRUDENTIAL RISK MANAGED ACTIVE 1

ACD'S REPORT continued

PORTFOLIO STATEMENT continued

as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
127,993	M&G (ACS) Manulife US Equity ¹	167	0.17
241,438	M&G (ACS) MFS US Large Cap Equity ¹	265	0.27
203,074	M&G (ACS) William Blair US Large Cap Equity ¹	246	0.25
	TOTAL NORTH AMERICA	<u>2,195</u>	<u>2.23</u>
	AFRICA – 0.55% (31.10.23 – 0.66%)		
1,168,019	M&G SA Equity ¹	<u>546</u>	<u>0.55</u>
	EMERGING MARKETS – 1.82% (31.10.23 – 1.85% ²)		
484,490	M&G (ACS) China ¹	376	0.38
138,899	M&G (ACS) Matthews China Equity ^{1,2}	152	0.16
39,735	M&G Franklin Templeton India Equity ¹	39	0.04
427,239	M&G GSAM Global Emerging Markets Equity ¹	360	0.37
350,653	M&G India Equity ¹	340	0.34
89,491	M&G Lazard Global Emerging Markets Equity ¹	109	0.11
370,257	M&G MFS Global Emerging Markets Equity ¹	414	0.42
	TOTAL EMERGING MARKETS	<u>1,790</u>	<u>1.82</u>
	TOTAL EQUITY PORTFOLIOS	<u>11,943</u>	<u>12.12</u>
	EQUITY INVESTMENT INSTRUMENTS – 3.48% (31.10.23 – 2.30%)		
16,800	Apax Global Alpha ³	24	0.02
104,178	BBGI ³	129	0.13
31,470	BH Macro ³	122	0.12
107,649	BioPharma Credit ³	72	0.07
2,267	Boussard & Gavaudan ³	53	0.05
310,452	DP Aircraft I ³	12	0.01
141,405	Ecofin US Renewables Infrastructure Trust ³	40	0.04
16,921	FlexShares Listed Private Equity UCITS ETF	419	0.43
6,601	HarbourVest Global Private Equity ³	147	0.15
13,084	HgCapital ³	67	0.07
2,180,892	Legal & General Global Infrastructure Index	1,892	1.92

WS PRUDENTIAL RISK MANAGED ACTIVE 1
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
69,996	NB Distressed Debt Investment ³	31	0.03
142,104	NextEnergy Solar ³	107	0.11
62,900	Pantheon Infrastructure ³	56	0.06
13,605	Petershill Partners ³	30	0.03
2,841	Princess Private Equity ³	24	0.02
96,430	Renewables Infrastructure ³	93	0.10
195,939	SDCL Energy Efficiency Income ³	113	0.12
	TOTAL EQUITY INVESTMENT INSTRUMENTS	3,431	3.48
	PROPERTY PORTFOLIOS – 4.50% (31.10.23 – 4.48%)		
79,379	iShares Asia Property Yield	1,223	1.24
6,207	iShares European Property Yield	155	0.16
116,755	iShares UK Property UCITS ETF	513	0.52
1,680,144	Legal & General UK Property	1,724	1.75
4,103	M&G European Property ^{1,4}	538	0.54
27,957	M&G Property Portfolio ¹	283	0.29
	TOTAL PROPERTY PORTFOLIOS	4,436	4.50
	BOND PORTFOLIOS – 65.76% (31.10.23 – 66.97%)		
319,572	M&G (Lux) Asian Corporate Bond ¹	3,565	3.62
1,025,937	M&G (Lux) Asian Local Currency Bond ¹	10,594	10.75
1,090,474	M&G Credit Income Investment Trust ^{1,3}	1,038	1.05
3,841,353	M&G Emerging Markets Bond ¹	4,519	4.59
41,672	M&G European Credit Investment ¹	4,952	5.03
582,618	M&G Global Convertibles ¹	1,582	1.61
1,785,468	M&G Global High Yield Bond ¹	2,720	2.76
25,115,992	M&G Sterling Investment Grade Corporate Bond ¹	23,351	23.70
8,683,136	M&G US Corporate Bond ¹	8,718	8.85
3,717,820	M&G US Short Duration Corporate Bond ¹	3,738	3.80
	TOTAL BOND PORTFOLIOS	64,777	65.76

WS PRUDENTIAL RISK MANAGED ACTIVE 1
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	MONEY MARKETS – 13.71% (31.10.23 – 12.28%)		
13,508,000	M&G (Lux) Sterling Liquidity ¹	13,508	13.71
	FUTURES – (0.37)% (31.10.23 – (0.23)%) ⁵		
1	EURO STOXX 50 Index Futures December 2024	–	–
4	FTSE 100 Index Futures December 2024	(9)	(0.01)
4	FTSE/JSE Top 40 Futures December 2024	5	0.01
46	Long Gilt Futures December 2024	(230)	(0.24)
2	S&P 500 E Mini Index Futures December 2024	6	0.01
1	TOPIX Index Futures December 2024	6	0.01
55	US Treasury Note 10 Year Futures June 2024	(149)	(0.15)
	TOTAL FUTURES	(371)	(0.37)
	Portfolio of investments ⁶	97,724	99.20
	Net other assets	791	0.80
	Net assets	98,515	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	20,103	Total sales for the year £'000 (note 16)	33,282
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
M&G US Corporate Bond	8,951	Eastspring US Corporate Bond	16,959
US Treasury Notes 10 Year September 2024	4,800	US Treasury Notes 10 Year September 2024	4,800
US Treasury Notes 10 Year December 2024	4,776	Long Gilt Futures September 2024	4,461
Long Gilt Futures December 2024	4,555	M&G Sterling Investment Grade Corporate Bond	4,091
Long Gilt Futures March 2024	3,919	Long Gilt Futures March 2024	3,919
M&G US Short Duration Corporate Bond	3,781	Long Gilt Futures December 2023	3,890
Long Gilt Futures June 2024	3,503	Long Gilt Futures June 2024	3,503
US Treasury Notes 10 Year June 2024	3,481	US Treasury Notes 10 Year June 2024	3,481
US Treasury Notes 10 Year March 2024	3,203	US Treasury Notes 10 Year March 2024	3,203
M&G (Lux) Asian Local Currency Bond	1,279	US Treasury Notes 10 Year December 2023	2,606

In addition to the above, purchases totalling £23,747,000 and sales totalling £22,622,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains/(losses)	3		7,552		(30)
Revenue	4	3,676		3,648	
Expenses	5	(475)		(502)	
Interest payable and similar charges	6	(3)		-	
Net revenue before taxation		3,198		3,146	
Taxation	7	(30)		(12)	
Net revenue after taxation			3,168		3,134
Total return before distributions			10,720		3,104
Distributions	8		(3,184)		(3,135)
Change in net assets attributable to shareholders from investment activities			7,536		(31)

WS PRUDENTIAL RISK MANAGED ACTIVE 1

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			100,862		103,261
Amounts receivable on issue of shares		6,737		11,380	
Amounts payable on redemption of shares		<u>(18,966)</u>		<u>(16,162)</u>	
			(12,229)		(4,782)
Dilution levy	1(H)		38		49
Change in net assets attributable to shareholders from investment activities			7,536		(31)
Retained distributions on Accumulation shares			<u>2,308</u>		<u>2,365</u>
Closing net assets attributable to shareholders			<u>98,515</u>		<u>100,862</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		98,112	100,486
Current assets			
Debtors	9	515	819
Cash and cash equivalents	10	1,374	1,126
Total assets		<u>100,001</u>	<u>102,431</u>
LIABILITIES			
Investment liabilities			
		(388)	(234)
Creditors			
Distribution payable	11	(714)	(797)
Other creditors	11	(384)	(538)
Total liabilities		<u>(1,486)</u>	<u>(1,569)</u>
Net assets attributable to shareholders		<u>98,515</u>	<u>100,862</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

The Fund has satisfied the qualifying investments test of Section 493 of the Corporation Taxes Act 2009, throughout the year. All distributions made are therefore made as gross interest distributions.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	7,226	170
Derivative contracts	337	(65)
Transaction charges	(4)	(3)
AMC rebates from underlying investments	24	-
Currency losses	(31)	(132)
Net capital gains/(losses)	<u>7,552</u>	<u>(30)</u>

The net capital gains/(losses) figure includes realised losses of £657,000 and unrealised losses of £777,000 (31.10.23: includes realised losses of £2,451,000 and unrealised losses of £8,966,000. The realised gains on investments in the current year include amounts previously recognised as unrealised losses in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	410	386
Taxable dividends	1,487	1,342
Interest distributions on CIS holdings	1,298	1,520
AMC rebates from underlying investments	251	75
Bank interest	23	28
Revenue from tax transparent funds	197	291
Stock dividends	–	2
Revenue from derivative contracts	9	4
Money market deposit	1	–
Total revenue	<u>3,676</u>	<u>3,648</u>

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	426	457
TCFD fees	4	–
	430	457
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	9	9
Safe custody and other bank charges	22	22
	31	31
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	3	3
	14	14
Total expenses	<u>475</u>	<u>502</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	3	-
Total interest payable and similar charges	3	-

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	6	-
Overseas tax	2	1
Adjustments in respect of prior periods	1	(4)
Tax incurred on tax transparent funds	10	15
Current tax charge	19	12
Deferred tax – origination and reversal of timing differences (note 7c)	11	-
Total taxation (note 7b)	30	12

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	3,198	3,146
Corporation tax at 20%	640	629

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Effects of:		
Non-taxable dividends	(120)	(133)
Capitalised income subject to tax	16	-
Corporation tax: adjustments in respect of prior years	1	(4)
Tax deductible interest distributions	(519)	(496)
Tax incurred on tax transparent funds	10	15
Corporation tax charge	28	11
Overseas tax	2	1
Total tax charge (note 7a)	30	12
c) Deferred tax		
Deferred tax charge in the year (note 7a)	11	-
Provision at the end of the year	11	-

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	3,022	3,162
	3,022	3,162
Add: Revenue deducted on redemption of shares	277	231
Deduct: Revenue received on issue of shares	(115)	(258)
Net distributions for the year	3,184	3,135

Details of the distributions per share are set out in the table on pages 62 and 63.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	3,168	3,134
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	5	-
Deferred tax on offshore funds	11	-
	16	-
Equalisation on conversions ¹	-	1
Net distributions for the year	<u>3,184</u>	<u>3,135</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	144	36
Accrued revenue:		
Taxable dividends	81	-
AMC rebates from underlying investments	74	515
Revenue from tax transparent funds	216	268
	371	783
Total debtors	<u>515</u>	<u>819</u>

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	753	550
Margin account	621	576
Total cash and cash equivalents	<u>1,374</u>	<u>1,126</u>

¹ Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	714	797
Other Creditors		
Amounts payable for redemption of shares	299	467
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	36	37
TCFD fees	2	-
	38	37
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	3
Transaction charges	1	1
Safe custody and other bank charges	4	3
	6	7
Taxation payable:		
Corporation tax	6	-
Deferred tax	11	-
Tax incurred on tax transparent funds	11	13
	28	13
Other expenses	11	11
Expenses from tax transparent funds	2	3
Total other creditors	384	538

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 46 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 2,417,771 (31.10.23: 1,464) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 8,427,741 (31.10.23: 10,127,013) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited and its associates 37.92% (31.10.23: 27.47%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	91,049	79,150

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.74%	0.74%	0.00%
Opening shares in issue	1,413,543	407,618	15,407,964
Issues	74,866	3,013	809,040
Redemptions	(173,822)	(23,865)	(3,302,373)
Conversions	(350,191)	(204,813)	–
Closing shares in issue	<u>964,396</u>	<u>181,953</u>	<u>12,914,631</u>

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.49%	0.49%	0.74%
Opening shares in issue	53,577,217	2,394,576	5,379,277
Issues	3,736,920	199,634	132,243
Redemptions	(9,081,730)	(373,303)	(1,057,300)
Conversions	443,274	241,908	(27,665)
Closing shares in issue	<u>48,675,681</u>	<u>2,462,815</u>	<u>4,426,555</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(371)	-
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(230)	-

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	745	409
Hong Kong dollars	40	42
Japanese yen	123	104
South African rand	610	718
US dollars	314	652
Total foreign currency exposure	1,832	1,925
Pounds sterling	96,683	98,937
Net assets	98,515	100,862

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £92,000 on the net assets of the Fund (31.10.23: £96,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 0.99:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

WS PRUDENTIAL RISK MANAGED ACTIVE 1 FINANCIAL STATEMENTS continued NOTES TO THE FINANCIAL STATEMENTS continued for the year ended 31 October 2024

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 85.78% of the portfolio can be liquidated within 7 days and 85.98% within 30 days (31.10.23: 78.40% within 5 days and 79.49% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £4,886,000 (31.10.23: £5,013,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	20,103	-	-	20,103
Purchases total	20,103	-	-	20,103
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	33,282	-	-	33,282
Sales total	33,282	-	-	33,282
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.22% (31.10.23: 0.29%).

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	109	-	1	110
Collective investment schemes	<u>20,291</u>	<u>-</u>	<u>1</u>	<u>20,292</u>
Purchases total	<u>20,400</u>	<u>-</u>	<u>2</u>	<u>20,402</u>
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Ordinary shares	165	-	-	165
Collective investment schemes	<u>28,002</u>	<u>-</u>	<u>-</u>	<u>28,002</u>
Sales total	<u>28,167</u>	<u>-</u>	<u>-</u>	<u>28,167</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	4,486	93,088	538	98,112
Investment liabilities	(388)	-	-	(388)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	5,883	94,415	188	100,486
Investment liabilities	(234)	-	-	(234)

WS PRUDENTIAL RISK MANAGED ACTIVE 1

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.6219	–	4.6219	4.2390
Group 2	2.7149	1.9070	4.6219	4.2390

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.7934	–	3.7934	3.5725
Group 2	3.6766	0.1168	3.7934	3.5725

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.8070	–	4.8070	4.5685
Group 2	2.7855	2.0215	4.8070	4.5685

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.2660	–	4.2660	3.9132
Group 2	2.1234	2.1426	4.2660	3.9132

WS PRUDENTIAL RISK MANAGED ACTIVE 1
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.4924	–	3.4924	3.3044
Group 2	2.4363	1.0561	3.4924	3.3044

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.2216	–	4.2216	3.8717
Group 2	2.5486	1.6730	4.2216	3.8717

WS PRUDENTIAL RISK MANAGED ACTIVE 2 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Active 2 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 10%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 10%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in actively managed collective investment schemes. The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will have a bias towards lower risk assets such as fixed income assets and cash but will always have some exposure to equities. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 2 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Active 2
31 January 2025

WS PRUDENTIAL RISK MANAGED ACTIVE 2 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 12.42%, P (Acc) 12.65% and A (Acc) 12.42% produced returns behind the 13.63% sector average for the IA Mixed Investment 20-60% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED ACTIVE 2 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- FlexShares Listed Private Equity UCITS ETF was added
- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI ETF was added
- M&G US Short Duration & M&G US Corporate Bond Fund replaced Eastspring US Corp Bond Fund

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund
- M&G Invesco Global Emerging Markets Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

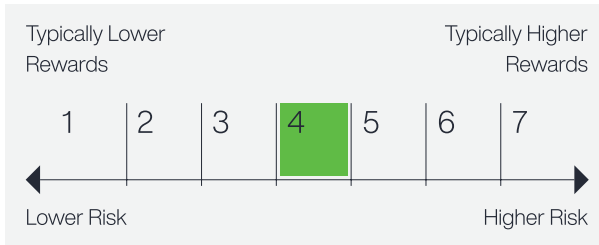
Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED ACTIVE 2 ACD'S REPORT continued FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 2 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in the exchange rate may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivative Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	163.75	159.72	182.78
Return before operating charges*	20.63	5.49	(21.60)
Operating charges	(1.51)	(1.46)	(1.46)
Return after operating charges	19.12	4.03	(23.06)
Distributions	(4.21)	(3.96)	(2.54)
Retained distributions on accumulation shares	4.21	3.96	2.54
Closing net asset value per share	182.87	163.75	159.72
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.68%	2.52%	(12.62)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,067	7,004	8,526
Closing number of shares	3,317,935	4,277,608	5,337,987
Operating charges	0.85% ¹	0.87%	0.83%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	185.59	173.96	186.05
Lowest share price	163.66	160.37	157.45

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	137.08	137.00	159.32
Return before operating charges*	17.28	4.73	(18.84)
Operating charges	(1.26)	(1.25)	(1.27)
Return after operating charges	16.02	3.48	(20.11)
Distributions	(3.53)	(3.40)	(2.21)
Closing net asset value per share	149.57	137.08	137.00
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.69%	2.54%	(12.62)%
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OTHER INFORMATION

Closing net asset value (£'000)	780	918	1,054
Closing number of shares	521,134	669,371	768,937
Operating charges	0.85% ¹	0.87%	0.83%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	155.37	149.24	162.22
Lowest share price	137.00	137.61	137.24

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	137.57	137.53	160.02
Return before operating charges*	17.14	4.51	(19.21)
Operating charges	(0.16)	(0.19)	(0.14)
Return after operating charges	16.98	4.32	(19.35)
Distributions	(4.43)	(4.28)	(3.14)
Closing net asset value per share	150.12	137.57	137.53
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	12.34%	3.14%	(12.09)%
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OTHER INFORMATION

Closing net asset value (£'000)	52,597	55,348	57,161
Closing number of shares	35,036,280	40,231,819	41,563,330
Operating charges	0.11% ¹	0.13%	0.09%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	156.83	150.05	162.98
Lowest share price	137.49	138.13	138.63

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	133.20	129.62	148.05
Return before operating charges*	16.73	4.43	(17.60)
Operating charges	(0.87)	(0.85)	(0.83)
Return after operating charges	15.86	3.58	(18.43)
Distributions	(3.72)	(3.49)	(2.34)
Retained distributions on accumulation shares	3.72	3.49	2.34
Closing net asset value per share	149.06	133.20	129.62
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.91%	2.76%	(12.45)%
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OTHER INFORMATION

Closing net asset value (£'000)	162,551	159,815	170,207
Closing number of shares	109,053,991	119,978,813	131,313,446
Operating charges	0.60% ¹	0.62%	0.58%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	151.27	141.30	150.80
Lowest share price	133.13	130.25	127.76

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	111.58	111.46	129.66
Return before operating charges*	14.00	3.86	(15.42)
Operating charges	(0.72)	(0.73)	(0.73)
Return after operating charges	13.28	3.13	(16.15)
Distributions	(3.11)	(3.01)	(2.05)
Closing net asset value per share	121.75	111.58	111.46
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.90%	2.81%	(12.45)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,999	6,657	6,183
Closing number of shares	5,748,669	5,966,378	5,547,100
Operating charges	0.60% ¹	0.62%	0.58%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	126.71	121.55	132.14
Lowest share price	111.51	112.04	111.89

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	147.28	143.65	164.39
Return before operating charges*	18.55	4.94	(19.43)
Operating charges	(1.35)	(1.31)	(1.31)
Return after operating charges	17.20	3.63	(20.74)
Distributions	(3.79)	(3.56)	(2.28)
Retained distributions on accumulation shares	3.79	3.56	2.28
Closing net asset value per share	164.48	147.28	143.65
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.68%	2.53%	(12.62)%
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OTHER INFORMATION

Closing net asset value (£'000)	24,759	25,744	29,850
Closing number of shares	15,052,551	17,478,956	20,780,359
Operating charges	0.85% ¹	0.87%	0.83%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	166.93	156.47	167.36
Lowest share price	147.20	144.27	141.60

¹ 0.03% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Active 2	12.65	1.11	11.78
IA Mixed Investment 20-60% shares sector ¹	13.63	3.26	14.90

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 98 and 99.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 22.75% (31.10.23 – 24.94%)		
	CONTINENTAL EUROPE – 2.77% (31.10.23 – 3.14%)		
1,573,788	M&G (Lux) Europe Ex UK Equity ¹	1,855	0.73
2,760,723	M&G (Lux) Europe Ex UK Equity NPV ¹	3,840	1.51
742,794	M&G (Lux) Pan European Smaller Companies ¹	689	0.27
544,638	M&G (Lux) Pan European Sustain Paris Aligned ¹	658	0.26
	TOTAL CONTINENTAL EUROPE	7,042	2.77
	UNITED KINGDOM – 6.35% (31.10.23 – 7.53%)		
4,157,861	M&G (ACS) BlackRock UK All Share Equity ¹	4,889	1.93
5,418,656	M&G (ACS) UK 200 Index ¹	6,457	2.54
2,849,895	M&G (ACS) UK Listed Equity ¹	3,908	1.54
744,928	M&G UK Listed Mid Cap Equity ¹	869	0.34
	TOTAL UNITED KINGDOM	16,123	6.35
	ASIA EX JAPAN – 3.79% (31.10.23 – 4.42% ²)		
7,802,091	M&G Asia Pacific Ex Japan ¹	9,606	3.79
	JAPAN – 1.41% (31.10.23 – 1.90%)		
2,359,306	M&G (ACS) Japan Equity ¹	3,334	1.31
208,794	M&G (ACS) Japan Smaller Companies ¹	255	0.10
	TOTAL JAPAN	3,589	1.41
	NORTH AMERICA – 4.19% (31.10.23 – 3.44%)		
1,032,352	M&G (ACS) BlackRock Canada Index ¹	1,165	0.46
601,659	M&G (ACS) BlackRock US Equity ¹	860	0.34
3,734,544	M&G (ACS) BlackRock US RAFI Equity ¹	4,004	1.58
506,425	M&G (ACS) Earnest Partners US ¹	638	0.25
505,521	M&G (ACS) Granahan US Small Capital Growth ¹	525	0.21

WS PRUDENTIAL RISK MANAGED ACTIVE 2
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
704,590	M&G (ACS) Manulife US Equity ¹	919	0.36
1,140,124	M&G (ACS) MFS US Large Cap Equity ¹	1,250	0.49
1,041,117	M&G (ACS) William Blair US Large Cap Equity ¹	1,262	0.50
	TOTAL NORTH AMERICA	10,623	4.19
	AFRICA – 1.09% (31.10.23 – 1.31% ²)		
5,916,259	M&G SA Equity ¹	2,766	1.09
	EMERGING MARKETS – 3.15% (31.10.23 – 3.20% ²)		
2,382,368	M&G (ACS) China ¹	1,849	0.73
664,159	M&G (ACS) Matthews China Equity ^{1,2}	725	0.29
197,388	M&G Franklin Templeton India Equity ¹	194	0.08
1,468,650	M&G GSAM Global Emerging Markets Equity ¹	1,238	0.49
1,752,786	M&G India Equity ¹	1,700	0.67
373,833	M&G Lazard Global Emerging Markets Equity ¹	456	0.18
1,609,994	M&G MFS Global Emerging Markets Equity ¹	1,799	0.71
	TOTAL EMERGING MARKETS	7,961	3.15
	TOTAL EQUITY PORTFOLIOS	57,710	22.75
	EQUITY INVESTMENT INSTRUMENTS – 4.21% (31.10.23 – 2.93%)		
66,200	Apax Global Alpha ³	94	0.04
401,064	BBGI ³	497	0.20
122,070	BH Macro ³	474	0.19
396,509	BioPharma Credit ³	265	0.10
8,135	Boussard & Gavaudan ³	191	0.08
719,584	DP Aircraft I ³	28	0.01
433,559	Ecofin US Renewables Infrastructure Trust ³	121	0.05
45,376	FlexShares Listed Private Equity UCITS ETF	1,124	0.44
24,952	HarbourVest Global Private Equity ³	557	0.22
51,613	HgCapital ³	263	0.10
6,164,642	Legal & General Global Infrastructure Index	5,349	2.11

WS PRUDENTIAL RISK MANAGED ACTIVE 2
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
164,860	NB Distressed Debt Investment ³	72	0.03
571,424	NextEnergy Solar ³	429	0.17
242,100	Pantheon Infrastructure ³	217	0.09
51,400	Petershill Partners ³	111	0.04
11,094	Princess Private Equity ³	95	0.04
361,123	Renewables Infrastructure ³	349	0.14
753,681	SDCL Energy Efficiency Income ³	433	0.16
	TOTAL EQUITY INVESTMENT INSTRUMENTS	10,669	4.21
	PROPERTY PORTFOLIOS – 5.80% (31.10.23 – 6.38%)		
264,217	iShares Asia Property Yield	4,072	1.60
19,523	iShares European Property Yield	489	0.19
317,373	iShares UK Property UCITS ETF	1,396	0.55
5,757,672	Legal & General UK Property	5,907	2.33
13,938	M&G European Property ^{1,4}	1,826	0.72
102,264	M&G Property Portfolio ¹	1,035	0.41
	TOTAL PROPERTY PORTFOLIOS	14,725	5.80
	BOND PORTFOLIOS – 55.34% (31.10.23 – 55.39%)		
690,926	M&G (Lux) Asian Corporate Bond ¹	7,707	3.04
2,237,050	M&G (Lux) Asian Local Currency Bond ¹	23,101	9.10
2,186,166	M&G Credit Income Investment Trust ^{1,3}	2,081	0.82
9,781,697	M&G Emerging Markets Bond ¹	11,506	4.53
85,765	M&G European Credit Investment ¹	10,192	4.02
1,263,516	M&G Global Convertibles ¹	3,431	1.35
5,580,609	M&G Global High Yield Bond ¹	8,502	3.35
50,998,857	M&G Sterling Investment Grade Corporate Bond ¹	47,414	18.69
18,408,299	M&G US Corporate Bond ¹	18,482	7.28
7,972,061	M&G US Short Corporate Corporate Bond ¹	8,015	3.16
	TOTAL BOND PORTFOLIOS	140,431	55.34

WS PRUDENTIAL RISK MANAGED ACTIVE 2
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	MONEY MARKETS – 11.68% (31.10.23 – 10.24%)		
29,641,000	M&G (Lux) Sterling Liquidity ¹	29,641	11.68
	FUTURES – (0.31)% (31.10.23 – (0.22)%) ⁵		
6	EURO STOXX 50 Index Futures December 2024	(2)	-
16	FTSE 100 Index Futures December 2024	(35)	(0.01)
19	FTSE/JSE TOP 40 Futures December 2024	24	0.01
95	Long Gilts Futures December 2024	(475)	(0.20)
7	S&P 500 E Mini Index Futures December 2024	21	0.01
3	TOPIX Index Futures December 2024	19	0.01
120	US Treasury Note 10 Year Futures December 2024	(329)	(0.13)
	TOTAL FUTURES	(777)	(0.31)
	Portfolio of investments ⁶	252,399	99.47
	Net other assets	1,354	0.53
	Net assets	253,753	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	49,004	Total sales for the year £'000 (note 16)	82,293
	Cost		Proceeds
Major purchases	£'000	Major sales	£'000
M&G US Corporate Bond	18,979	Eastspring US Corporate Bond	32,851
US Treasury Note 10 Year Futures September 2024	10,618	US Treasury Note 10 Year Futures September 2024	10,618
US Treasury Note 10 Year Futures December 2024	10,424	Long Gilts Future September 2024	9,698
Long Gilts Future September 2024	9,698	US Treasury Note 10 Year Futures June 2024	8,966
Long Gilts Future December 2024	9,409	Long Gilt Future December 2023	8,920
US Treasury Note 10 Year Futures June 2024	8,966	Long Gilt Future March 2024	8,603
Long Gilts Future March 2024	8,603	US Treasury Note 10 Year Futures March 2024	7,870
M&G US Short Corporate Corporate Bond	8,108	Long Gilt Future June 2024	7,687
US Treasury Note 10 Year Futures March 2024	7,870	M&G Sterling Investment Grade Corporate Bond	7,377
Long Gilt Future June 2024	7,687	M&G (ACS) BlackRock US Equity	6,446

In addition to the above, purchases totalling £60,666,000 and sales totalling £57,182,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED ACTIVE 2 FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		22,559		822
Revenue	4	9,231		9,735	
Expenses	5	(1,160)		(1,243)	
Interest payable and similar charges	6	(8)		(4)	
Net revenue before taxation		8,063		8,488	
Taxation	7	(1,235)		(1,254)	
Net revenue after taxation			6,828		7,234
Total return before distributions			29,387		8,056
Distributions	8		(6,893)		(7,235)
Change in net assets attributable to shareholders from investment activities			22,494		821

WS PRUDENTIAL RISK MANAGED ACTIVE 2

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			255,486		272,981
Amounts receivable on issue of shares		11,593		15,619	
Amounts payable on redemption of shares		<u>(40,664)</u>		<u>(39,016)</u>	
			(29,071)		(23,397)
Dilution levy	1(H)		78		96
Change in net assets attributable to shareholders from investment activities			22,494		821
Retained distributions on Accumulation shares			<u>4,766</u>		<u>4,985</u>
Closing net assets attributable to shareholders			<u>253,753</u>		<u>255,486</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		253,240	255,227
Current assets			
Debtors	9	1,512	2,404
Cash and cash equivalents	10	2,747	2,673
Total assets		<u>257,499</u>	<u>260,304</u>
LIABILITIES			
Investment liabilities			
		(841)	(604)
Creditors			
Distribution payable	11	(1,751)	(1,926)
Other creditors	11	(1,154)	(2,288)
Total liabilities		<u>(3,746)</u>	<u>(4,818)</u>
Net assets attributable to shareholders		<u>253,753</u>	<u>255,486</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	21,460	935
Derivative contracts	1,101	301
Transaction charges	(5)	(3)
AMC rebates from underlying investments	52	-
Currency losses	(49)	(411)
Net capital gains	<u>22,559</u>	<u>822</u>

The net capital gains figure includes realised losses of £968,000 and unrealised gains of £929,000 (31.10.23: includes realised losses of £6,425,000 and unrealised losses of £22,551,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	1,570	1,412
Taxable dividends	3,094	3,062
Unfranked interest	2,880	3,631
AMC rebates from underlying investments	579	203
Bank interest	63	61
Revenue from tax transparent funds	1,026	1,347
Broker interest	19	12
Stock dividends	–	7
Total revenue	<u>9,231</u>	<u>9,735</u>

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,086	1,167
TCFD fees	4	–
	1,090	1,167
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	20	21
Safe custody and other bank charges	27	27
	47	48
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	12	17
	23	28
Total expenses	<u>1,160</u>	<u>1,243</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	8	4
Total interest payable and similar charges	8	4

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	1,115	1,155
Overseas tax	13	5
Adjustments in respect of prior periods	5	27
Tax incurred on tax transparent funds	49	67
Current tax charge	1,182	1,254
Deferred tax – origination and reversal of timing differences (note 7c)	53	–
Total taxation (note 7b)	1,235	1,254

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	8,063	8,488
Corporation tax at 20%	1,613	1,698

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Effects of:		
Non-taxable dividends	(509)	(543)
Capitalised income subject to tax	64	–
Corporation tax: adjustments in respect of prior years	5	27
Tax incurred on tax transparent funds	49	67
Corporation tax charge	<u>1,222</u>	<u>1,249</u>
Overseas tax	13	5
Total tax charge (note 7a)	<u>1,235</u>	<u>1,254</u>
c) Deferred tax		
Deferred tax charge in the year (note 7a)	53	–
Provision at the end of the year	<u>53</u>	<u>–</u>

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	<u>6,516</u>	<u>6,910</u>
	6,516	6,910
Add: Revenue deducted on redemption of shares	529	556
Deduct: Revenue received on issue of shares	<u>(152)</u>	<u>(231)</u>
Net distributions for the year	<u>6,893</u>	<u>7,235</u>

Details of the distributions per share are set out in the table on pages 98 and 99.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	6,828	7,234
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	12	-
Deferred tax on offshore funds	53	-
	65	-
Equalisation on conversions ¹	-	1
Net distributions for the year	<u>6,893</u>	<u>7,235</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	272	109
Accrued revenue:		
Taxable dividends	47	9
AMC rebates from underlying investments	134	1,043
Revenue from tax transparent funds	1,059	1,243
	<u>1,240</u>	<u>2,295</u>
Total debtors	<u>1,512</u>	<u>2,404</u>

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	1,358	1,298
Margin account	1,389	1,375
Total cash and cash equivalents	<u>2,747</u>	<u>2,673</u>

¹ Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	1,751	1,926
Other Creditors		
Amounts payable for redemption of shares	280	1,264
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	91	92
TCFD fees	2	-
	93	92
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	7
Transaction charges	1	1
Safe custody and other bank charges	5	4
	8	12
Taxation payable:		
Corporation tax	646	834
Deferred tax	53	-
Tax incurred on tax transparent funds	52	62
	751	896
Other expenses	11	11
Expenses from tax transparent funds	11	13
Total other creditors	1,154	2,288

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

12. Related Party Transactions

The Annual Management Charge, TCFD fees and administration fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 82 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 10,255,338 (31.10.23: 188,585) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 28,193,841 (31.10.23: 31,754,027) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited and its associate 44.26% (31.10.23: 39.43%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	230,643	203,913

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.74%	0.74%	0.00%
Opening shares in issue	4,277,608	669,371	40,231,819
Issues	38,878	802	1,433,689
Redemptions	(652,827)	(10,754)	(6,629,228)
Conversions	(345,724)	(138,285)	-
Closing shares in issue	<u>3,317,935</u>	<u>521,134</u>	<u>35,036,280</u>

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.49%	0.49%	0.74%
Opening shares in issue	119,978,813	5,966,378	17,478,956
Issues	5,013,954	916,987	754,217
Redemptions	(16,446,659)	(1,304,592)	(3,105,649)
Conversions	507,883	169,896	(74,973)
Closing shares in issue	<u>109,053,991</u>	<u>5,748,669</u>	<u>15,052,551</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

WS PRUDENTIAL RISK MANAGED ACTIVE 2

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(777)	-
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(594)	-

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may be indirectly exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	2,486	1,546
Hong Kong dollars	40	42
Japanese yen	306	246
South African rand	2,963	3,476
US dollars	896	2,430
Total foreign currency exposure	6,691	7,740
Pounds sterling	247,062	247,746
Net assets	253,753	255,486

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £335,000 on the net assets of the Fund (31.10.23: £387,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 0.99:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

WS PRUDENTIAL RISK MANAGED ACTIVE 2 FINANCIAL STATEMENTS continued NOTES TO THE FINANCIAL STATEMENTS continued for the year ended 31 October 2024

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 84.83% of the portfolio can be liquidated within 7 days and 86.31% within 30 days (31.10.23: 78.19% within 5 days and 79.17% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £12,620,000 (31.10.23: £12,731,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	49,004	-	-	49,004
Purchases total	49,004	-	-	49,004
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	89,294	(1)	-	82,293
Sales total	89,294	(1)	-	82,293
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.25% (31.10.23: 0.34%).

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	378	-	2	380
Collective investment schemes	<u>50,667</u>	<u>2</u>	<u>2</u>	<u>50,671</u>
Purchases total	<u>51,045</u>	<u>2</u>	<u>4</u>	<u>51,051</u>
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Ordinary shares	501	-	-	501
Collective investment schemes	<u>76,377</u>	<u>(1)</u>	<u>-</u>	<u>76,376</u>
Sales total	<u>76,878</u>	<u>(1)</u>	<u>-</u>	<u>76,877</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	11,595	239,819	1,826	253,240
Investment liabilities	(841)	-	-	(841)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	15,132	239,369	726	255,227
Investment liabilities	(604)	-	-	(604)

WS PRUDENTIAL RISK MANAGED ACTIVE 2

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.2122	–	4.2122	3.9640
Group 2	2.6233	1.5889	4.2122	3.9640

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.5281	–	3.5281	3.4015
Group 2	3.3571	0.1710	3.5281	3.4015

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.4332	–	4.4332	4.2839
Group 2	3.3826	1.0506	4.4332	4.2839

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.7187	–	3.7187	3.4941
Group 2	1.7029	2.0158	3.7187	3.4941

WS PRUDENTIAL RISK MANAGED ACTIVE 2
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.1149	–	3.1149	3.0090
Group 2	1.6351	1.4798	3.1149	3.0090

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.7893	–	3.7893	3.5639
Group 2	1.9378	1.8515	3.7893	3.5639

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Active 3 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 12%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 12%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in actively managed collective investment schemes. The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will be balanced between lower risk assets, such as fixed income assets and cash, and higher risk assets, such as equities. From time to time, however, the Fund may have a higher exposure to either higher risk or lower risk assets with the aim of meeting the Fund's objective. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Active 3
31 January 2025

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 13.44%, P (Acc) 13.68% and A (Acc) 13.44% produced returns ahead of the 13.63% sector average for the IA Mixed Investment 20-60% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- FlexShares Listed Private Equity UCITS ETF was added
- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity was added
- M&G US Short Duration & M&G US Corporate Bond Fund replaced Eastspring US Corp Bond Fund

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund
- M&G Invesco Global Emerging Markets Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

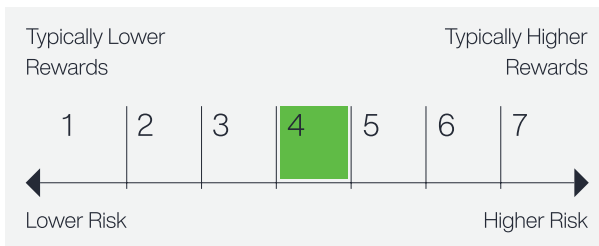
Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 3 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED ACTIVE 3

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	176.61	171.56	194.50
Return before operating charges*	24.64	6.65	(21.36)
Operating charges	(1.62)	(1.60)	(1.58)
Return after operating charges	23.02	5.05	(22.94)
Distributions	(4.60)	(4.39)	(2.80)
Retained distributions on accumulation shares	4.60	4.39	2.80
Closing net asset value per share	199.63	176.61	171.56
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	13.03%	2.94%	(11.79)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,460	7,692	9,934
Closing number of shares	3,235,729	4,355,319	5,790,210
Operating charges	0.84% ¹	0.88%	0.84%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	203.25	189.04	199.34
Lowest share price	176.56	171.79	169.37

¹ 0.04% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	149.55	148.94	171.67
Return before operating charges*	20.90	5.81	(18.86)
Operating charges	(1.39)	(1.39)	(1.40)
Return after operating charges	19.51	4.42	(20.26)
Distributions	(3.90)	(3.81)	(2.47)
Closing net asset value per share	165.16	149.55	148.94
* after direct transaction costs of:	-	0.01	0.01

PERFORMANCE

Return after charges	13.05%	2.97%	(11.80)%
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OTHER INFORMATION

Closing net asset value (£'000)	633	997	1,320
Closing number of shares	383,458	666,773	886,328
Operating charges	0.85% ¹	0.88%	0.84%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	172.13	164.16	176.03
Lowest share price	149.50	149.13	149.48

¹ 0.04% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	150.01	149.44	172.34
Return before operating charges*	20.72	5.56	(19.25)
Operating charges	(0.16)	(0.22)	(0.17)
Return after operating charges	20.56	5.34	(19.42)
Distributions	(4.89)	(4.77)	(3.48)
Closing net asset value per share	165.68	150.01	149.44
* after direct transaction costs of:	-	0.01	0.01

PERFORMANCE

Return after charges	13.71%	3.57%	(11.27)%
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OTHER INFORMATION

Closing net asset value (£'000)	92,731	89,769	85,767
Closing number of shares	55,968,475	59,842,046	57,392,828
Operating charges	0.10% ¹	0.14%	0.10%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	173.63	165.01	176.82
Lowest share price	149.96	149.63	150.92

¹ 0.04% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	139.28	134.95	152.68
Return before operating charges*	19.37	5.23	(16.84)
Operating charges	(0.90)	(0.90)	(0.89)
Return after operating charges	18.47	4.33	(17.73)
Distributions	(3.94)	(3.74)	(2.50)
Retained distributions on accumulation shares	3.94	3.74	2.50
Closing net asset value per share	157.75	139.28	134.95
* after direct transaction costs of:	–	–	0.01

PERFORMANCE

Return after charges	13.26%	3.21%	(11.61)%
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OTHER INFORMATION

Closing net asset value (£'000)	271,099	261,702	273,902
Closing number of shares	171,856,398	187,901,681	202,970,691
Operating charges	0.59% ¹	0.63%	0.60%
Direct transaction costs	–	–	0.01%

PRICES

Highest share price	160.60	148.88	156.70
Lowest share price	139.24	135.13	133.21

¹ 0.04% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 3

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	117.39	116.84	134.70
Return before operating charges*	16.34	4.57	(14.88)
Operating charges	(0.76)	(0.78)	(0.78)
Return after operating charges	15.58	3.79	(15.66)
Distributions	(3.32)	(3.24)	(2.20)
Closing net asset value per share	129.65	117.39	116.84
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.27%	3.24%	(11.62)%
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OTHER INFORMATION

Closing net asset value (£'000)	9,023	8,314	9,524
Closing number of shares	6,959,717	7,082,233	8,151,379
Operating charges	0.59% ¹	0.63%	0.60%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	135.37	128.95	138.32
Lowest share price	117.35	116.99	117.51

¹ 0.04% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	157.19	152.67	173.08
Return before operating charges*	21.93	5.94	(18.99)
Operating charges	(1.44)	(1.42)	(1.42)
Return after operating charges	20.49	4.52	(20.41)
Distributions	(4.10)	(3.90)	(2.49)
Retained distributions on accumulation shares	4.10	3.90	2.49
Closing net asset value per share	177.68	157.19	152.67
* after direct transaction costs of:	-	0.01	0.01

PERFORMANCE

Return after charges	13.04%	2.96%	(11.79)%
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OTHER INFORMATION

Closing net asset value (£'000)	32,147	33,256	34,497
Closing number of shares	18,092,773	21,156,518	22,595,543
Operating charges	0.84% ¹	0.88%	0.85%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	180.90	168.26	177.46
Lowest share price	157.14	152.88	150.72

¹ 0.04% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 ACD'S REPORT continued FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Active 3	13.68	3.09	15.78
IA Mixed Investment 20-60% shares sector ¹	13.63	3.26	14.90

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 134 and 135.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED ACTIVE 3
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 34.21% (31.10.23 – 37.28%)		
	CONTINENTAL EUROPE – 4.08% (31.10.23 – 4.67%)		
3,747,559	M&G (Lux) Europe Ex UK Equity ¹	4,416	1.07
6,575,444	M&G (Lux) Europe Ex UK Equity NPV ¹	9,146	2.22
1,880,105	M&G (Lux) Pan European Smaller Companies ¹	1,745	0.42
1,277,789	M&G European Sustain Paris Aligned ¹	1,544	0.37
	TOTAL CONTINENTAL EUROPE	16,851	4.08
	UNITED KINGDOM – 9.60% (31.10.23 – 11.28%)		
10,167,700	M&G (ACS) BlackRock UK All Share Equity ¹	11,956	2.90
13,376,468	M&G (ACS) UK 200 Index ¹	15,940	3.87
7,047,008	M&G (ACS) UK Listed Equity ¹	9,662	2.34
1,718,597	M&G (ACS) UK Listed Smaller Companies ¹	2,004	0.49
	TOTAL UNITED KINGDOM	39,562	9.60
	ASIA EX JAPAN – 5.67% (31.10.23 – 6.46% ²)		
18,966,645	M&G Asia Pacific Ex Japan ¹	23,353	5.67
	JAPAN – 2.31% (31.10.23 – 2.91%)		
6,301,127	M&G (ACS) Japan Equity ¹	8,905	2.16
495,472	M&G (ACS) Japan Smaller Companies ¹	605	0.15
	TOTAL JAPAN	9,510	2.31
	NORTH AMERICA – 6.41% (31.10.23 – 5.35%)		
2,438,048	M&G (ACS) BlackRock Canada Index Fund ¹	2,751	0.67
1,463,964	M&G (ACS) BlackRock US Equity ¹	2,094	0.51
9,429,421	M&G (ACS) BlackRock US RAFI Equity ¹	10,110	2.45
1,120,150	M&G (ACS) Earnest Partners US ¹	1,412	0.34
1,338,975	M&G (ACS) Granahan US Small Capital Growth ¹	1,391	0.34

WS PRUDENTIAL RISK MANAGED ACTIVE 3
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
1,650,911	M&G (ACS) Manulife US Equity ¹	2,152	0.52
2,959,274	M&G (ACS) MFS US Large Cap Equity ¹	3,245	0.79
2,684,356	M&G (ACS) William Blair US Large Cap Equity ¹	3,255	0.79
	TOTAL NORTH AMERICA	26,410	6.41
	AFRICA – 1.64% (31.10.23 – 1.95%)		
14,494,299	M&G SA Equity ¹	6,775	1.64
	EMERGING MARKETS – 4.50% (31.10.23 – 4.66% ²)		
5,815,184	M&G (ACS) China ¹	4,512	1.09
1,358,243	M&G (ACS) Matthews China Equity ^{1,2}	1,484	0.36
490,712	M&G Franklin Templeton India Equity ¹	482	0.12
3,178,800	M&G GSAM Global Emerging Markets Equity ¹	2,680	0.65
4,327,343	M&G India Equity ¹	4,198	1.02
1,049,331	M&G Lazard Global Emerging Markets Equity ¹	1,279	0.31
3,496,015	M&G MFS Global Emerging Markets Equity ¹	3,906	0.95
	TOTAL EMERGING MARKETS	18,541	4.50
	TOTAL EQUITY PORTFOLIOS	141,002	34.21
	EQUITY INVESTMENT INSTRUMENTS – 4.82% (31.10.23 – 3.49%)		
143,900	Apax Global Alpha ³	203	0.05
866,958	BBGI ³	1,075	0.26
255,580	BH Macro ³	992	0.24
825,299	BioPharma Credit ³	552	0.13
17,059	Boussard & Gavaudan ³	400	0.10
1,243,334	DP Aircraft I ³	49	0.01
736,341	Ecofin US Renewables Infrastructure Trust ³	206	0.05
67,416	FlexShares Listed Private Equity UCITS ETF	1,670	0.41
56,476	HarbourVest Global Private Equity ³	1,259	0.31
109,927	HgCapital ³	561	0.14
10,610,009	Legal & General Global Infrastructure Index	9,206	2.23

WS PRUDENTIAL RISK MANAGED ACTIVE 3
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
247,467	NB Distressed Debt Investment ³	108	0.03
1,235,124	NextEnergy Solar ³	926	0.22
533,500	Pantheon Infrastructure ³	478	0.12
107,459	Petershill Partners ³	233	0.06
24,208	Princess Private Equity ³	208	0.05
779,960	Renewables Infrastructure ³	754	0.18
1,660,493	SDCL Energy Efficiency Income ³	955	0.23
	TOTAL EQUITY INVESTMENT INSTRUMENTS	19,835	4.82
	PROPERTY PORTFOLIOS – 6.57% (31.10.23 – 7.35%)		
472,883	iShares Asia Property Yield	7,287	1.77
49,072	iShares European Property Yield	1,228	0.30
575,396	iShares UK Property	2,531	0.61
10,701,545	Legal & General UK Property	10,980	2.66
23,376	M&G European Property ^{1,4}	3,063	0.74
197,742	M&G Property Portfolio ¹	2,000	0.49
	TOTAL PROPERTY PORTFOLIOS	27,089	6.57
	BOND PORTFOLIOS – 43.57% (31.10.23 – 42.63%)		
893,813	M&G (Lux) Asian Corporate Bond ¹	9,970	2.42
2,829,466	M&G (Lux) Asian Local Currency Bond ¹	29,218	7.09
2,498,453	M&G Credit Income Investment Trust ^{1,3}	2,378	0.58
14,269,221	M&G Emerging Markets Bond ¹	16,785	4.07
97,674	M&G European Credit Investment ¹	11,608	2.82
1,555,699	M&G Global Convertibles ¹	4,225	1.02
9,260,082	M&G Global High Yield Bond ¹	14,108	3.42
62,565,489	M&G Sterling Investment Grade Corporate Bond ¹	58,168	14.12
22,971,363	M&G US Corporate Bond ¹	23,064	5.60
9,948,200	M&G US Short Duration Corporate Bond ¹	10,001	2.43
	TOTAL BOND PORTFOLIOS	179,525	43.57

WS PRUDENTIAL RISK MANAGED ACTIVE 3
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	MONEY MARKETS – 10.62% (31.10.23 – 8.84%)		
43,751,000	M&G (Lux) Sterling Liquidity ¹	43,751	10.62
	FUTURES – (0.25)% (31.10.23 – (0.22)%) ⁵		
26	EURO STOXX 50 Index Futures December 2024	(10)	-
35	FTSE 100 Index Futures December 2024	(77)	(0.02)
47	FTSE/JSE Top 40 Futures December 2024	59	0.01
127	Long Gilt Futures December 2024	(634)	(0.15)
13	S&P 500 E Mini Index Futures December 2024	38	0.01
5	TOPIX Index Futures December 2024	32	0.01
158	US Treasury Note 10 Year Futures December 2024	(432)	(0.11)
	TOTAL FUTURES	(1,024)	(0.25)
	Portfolio of investments ⁶	410,178	99.54
	Net other assets	1,915	0.46
	Net assets	412,093	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED ACTIVE 3
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	78,840	Total sales for the year £'000 (note 16)	124,669
Major purchases	Cost £'000	Major sales	Proceeds £'000
M&G US Corporate Bond	23,683	Eastspring US Corporate Bond	36,944
US Treasury Note 10 Year Futures June 2024	14,619	M&G (ACS) BlackRock US Equity	16,202
US Treasury Note 10 Year Futures September 2024	14,001	US Treasury Note 10 Year Futures 2024	14,619
US Treasury Note 10 Year Futures December 2024	13,725	US Treasury Note 10 Year Futures September 2024	14,001
US Treasury Note 10 Year Futures March 2024	12,640	US Treasury Note 10 Year Futures March 2024	12,640
Long Gilt Futures December 2024	12,577	Long Gilt Futures September 2024	12,316
Long Gilt Futures September 2024	12,316	Long Gilt Futures March 2024	11,853
Long Gilt Futures March 2024	11,853	Long Gilt Futures December 2024	11,671
M&G BlackRock US Equity	10,462	Long Gilt Futures June 2024	9,925
M&G US Short Duration Corporate Bond	10,118	M&G Asia Pacific Ex Japan	9,675

In addition to the above, purchases totalling £84,881,000 and sales totalling £76,662,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		40,702		2,475
Revenue	4	14,464		15,128	
Expenses	5	(1,780)		(1,883)	
Interest payable and similar charges	6	(19)		(26)	
Net revenue before taxation		12,665		13,219	
Taxation	7	(1,730)		(1,645)	
Net revenue after taxation			10,935		11,574
Total return before distributions			51,637		14,049
Distributions	8		(11,084)		(11,574)
Change in net assets attributable to shareholders from investment activities			40,553		2,475

WS PRUDENTIAL RISK MANAGED ACTIVE 3

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			401,730		414,944
Amounts receivable on issue of shares		16,172		26,181	
Amounts payable on redemption of shares		<u>(54,129)</u>		<u>(50,045)</u>	
			(37,957)		(23,864)
Dilution levy	1(H)		108		132
Change in net assets attributable to shareholders from investment activities			40,553		2,475
Retained distributions on Accumulation shares			<u>7,659</u>		<u>8,043</u>
Closing net assets attributable to shareholders			<u>412,093</u>		<u>401,730</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		411,331	400,103
Current assets			
Debtors	9	3,015	4,388
Cash and cash equivalents	10	4,103	4,203
Total assets		<u>418,449</u>	<u>408,694</u>
LIABILITIES			
Investment liabilities			
		(1,153)	(901)
Creditors			
Distribution payable	11	(2,985)	(3,111)
Other creditors	11	(2,218)	(2,952)
Total liabilities		<u>(6,356)</u>	<u>(6,964)</u>
Net assets attributable to shareholders		<u>412,093</u>	<u>401,730</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 3 FINANCIAL STATEMENTS continued NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	38,839	1,760
Derivative contracts	1,877	1,256
Transaction charges	(5)	(4)
AMC rebates from underlying investments	77	-
Currency losses	(86)	(537)
Net capital gains	<u>40,702</u>	<u>2,475</u>

The net capital gains figure includes realised gains of £1,704,000 and unrealised gains of £9,308,000 (31.10.23: includes realised losses of £7,703,000 and unrealised losses of £29,618,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	3,136	2,866
Taxable dividends	4,001	3,697
Unfranked interest	3,823	4,848
AMC rebates from underlying investments	891	313
Bank interest	42	115
Revenue from tax transparent funds	2,535	3,254
Broker Interest	36	19
Stock dividends	–	16
Total revenue	<u>14,464</u>	<u>15,128</u>

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,672	1,770
Legal and professional fees	–	1
TCFD fees	4	–
	1,676	1,771
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	30	30
Safe custody and other bank charges	33	33
	63	63
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	30	38
	41	49
Total expenses	<u>1,780</u>	<u>1,883</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	19	26
Total interest payable and similar charges	19	26

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	1,442	1,441
Overseas tax	31	13
Adjustments in respect of prior periods	6	28
Tax incurred on tax transparent funds	120	163
Current tax charge	1,599	1,645
Deferred tax – origination and reversal of timing differences (note 7c)	131	–
Total taxation (note 7b)	1,730	1,645

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	12,665	13,219
Corporation tax at 20%	2,533	2,644

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Effects of:		
Non-taxable dividends	(1,109)	(1,203)
Capitalised income subject to tax	149	–
Corporation tax: adjustments in respect of prior years	6	28
Rebated capital expenses deductible for tax purposes	–	1
Tax incurred on tax transparent funds	120	162
Corporation tax charge	<u>1,699</u>	<u>1,632</u>
Overseas tax	31	13
Total tax charge (note 7a)	<u>1,730</u>	<u>1,645</u>
c) Deferred tax		
Deferred tax charge in the year (note 7a)	<u>131</u>	–
Provision at the end of the year	<u>131</u>	–

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	10,644	11,152
	<u>10,644</u>	<u>11,152</u>
Add: Revenue deducted on redemption of shares	677	760
Deduct: Revenue received on issue of shares	<u>(237)</u>	<u>(338)</u>
Net distributions for the year	<u>11,084</u>	<u>11,574</u>

Details of the distributions per share are set out in the table on pages 134 and 135.

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	10,935	11,574
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	18	-
Deferred tax on offshore funds	131	-
	149	-
Net distributions for the year	<u>11,084</u>	<u>11,574</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	187	20
Accrued revenue:		
Non-taxable dividends	54	-
Unfranked interest	-	21
AMC rebates from underlying investments	180	1,404
Revenue from tax transparent funds	2,594	2,943
	2,828	4,368
Total debtors	<u>3,015</u>	<u>4,388</u>

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	2,094	2,133
Margin account	2,009	2,070
Total cash and cash equivalents	<u>4,103</u>	<u>4,203</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	2,985	3,111
Other Creditors		
Amounts payable for redemption of shares	1,024	1,564
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	143	142
TCFD fees	2	-
	145	142
Amounts payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	3	10
Transaction charges	1	1
Safe custody and other bank charges	6	6
	10	17
Taxation payable:		
Corporation tax	742	1,039
Deferred tax	131	-
Tax incurred on tax transparent funds	127	149
	1,000	1,188
Other expenses	11	11
Expenses from tax transparent funds	28	30
Total other creditors	2,218	2,952

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 118 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 12,688,691 (31.10.23: 147,501) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 47,345,161 (31.10.23: 49,502,690) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited and its associate 44.56% (31.10.23: 41.04%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	<u>369,341</u>	<u>326,421</u>

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.74%	0.74%	0.00%
Opening shares in issue	4,355,319	666,773	59,842,046
Issues	38,171	2,343	4,308,862
Redemptions	(542,228)	(155,096)	(8,182,433)
Conversions	(615,533)	(130,562)	-
Closing shares in issue	<u>3,235,729</u>	<u>383,458</u>	<u>55,968,475</u>

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.49%	0.49%	0.74%
Opening shares in issue	187,901,681	7,082,233	21,156,518
Issues	3,923,127	1,445,317	831,058
Redemptions	(21,175,255)	(1,734,162)	(3,517,045)
Conversions	1,206,845	166,329	(377,758)
Closing shares in issue	<u>171,856,398</u>	<u>6,959,717</u>	<u>18,092,773</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

WS PRUDENTIAL RISK MANAGED ACTIVE 3 FINANCIAL STATEMENTS continued NOTES TO THE FINANCIAL STATEMENTS continued for the year ended 31 October 2024

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(1,024)	-
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(885)	-

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	4,311	2,822
Hong Kong dollars	40	42
Japanese yen	485	383
South African rand	7,197	8,058
US dollars	1,545	4,825
Total foreign currency exposure	13,578	16,130
Pounds sterling	398,515	385,600
Net assets	412,093	401,730

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £679,000 on the net assets of the Fund (31.10.23: £807,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

WS PRUDENTIAL RISK MANAGED ACTIVE 3 FINANCIAL STATEMENTS continued NOTES TO THE FINANCIAL STATEMENTS continued for the year ended 31 October 2024

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 84.79% of the portfolio can be liquidated within 7 days and 86.91% within 30 days (31.10.23: 78.69% within 5 days and 80.25% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £20,509,000 (31.10.23: £19,960,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	78,837	1	2	78,840
Purchases total	<u>78,837</u>	<u>1</u>	<u>2</u>	<u>78,840</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Ordinary shares	63	-	-	63
Collective investment schemes	124,609	(3)	-	124,606
Sales total	<u>124,672</u>	<u>(3)</u>	<u>-</u>	<u>124,669</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.28% (31.10.23: 0.38%).

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	758	-	4	762
Collective investment schemes	<u>90,869</u>	<u>4</u>	<u>5</u>	<u>90,878</u>
Purchases total	<u>91,627</u>	<u>4</u>	<u>9</u>	<u>91,640</u>
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Ordinary shares	1,077	-	-	1,077
Collective investment schemes	<u>109,150</u>	<u>(2)</u>	<u>-</u>	<u>109,148</u>
Sales total	<u>110,227</u>	<u>(2)</u>	<u>-</u>	<u>110,225</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	32,988	375,280	3,063	411,331
Investment liabilities	(1,153)	-	-	(1,153)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	27,505	371,194	1,404	400,103
Investment liabilities	(901)	-	-	(901)

WS PRUDENTIAL RISK MANAGED ACTIVE 3

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.6044	–	4.6044	4.3911
Group 2	2.1564	2.4480	4.6044	4.3911

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.9049	–	3.9049	3.8140
Group 2	3.6798	0.2251	3.9049	3.8140

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.8933	–	4.8933	4.7725
Group 2	2.5311	2.3622	4.8933	4.7725

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.9384	–	3.9384	3.7392
Group 2	1.8727	2.0657	3.9384	3.7392

WS PRUDENTIAL RISK MANAGED ACTIVE 3
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.3196	–	3.3196	3.2381
Group 2	1.2350	2.0846	3.3196	3.2381

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.0977	–	4.0977	3.9038
Group 2	1.9289	2.1688	4.0977	3.9038

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Active 4 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 14.5%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 14.5%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in actively managed collective investment schemes. The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will have a bias towards higher risk assets, such as equities. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Active 4
31 January 2025

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 14.80%, P (Acc) 15.03% and A (Acc) 14.80% produced returns behind the 16.55% sector average for the IA Mixed Investment 40-85% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- FlexShares Listed Private Equity UCITS ETF was added
- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity was added
- M&G US Short Duration & M&G US Corporate Bond Fund replaced Eastspring US Corp Bond Fund

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund
- M&G Invesco Global Emerging Markets Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

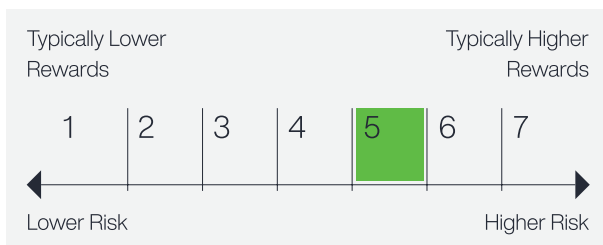
Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT continued FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 4 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in the exchange rate may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivative Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED ACTIVE 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	191.96	185.33	207.50
Return before operating charges*	29.41	8.37	(20.43)
Operating charges	(1.79)	(1.74)	(1.74)
Return after operating charges	27.62	6.63	(22.17)
Distributions	5.11	(4.76)	(3.24)
Retained distributions on accumulation shares	(5.11)	4.76	3.24
Closing net asset value per share	219.58	191.96	185.33
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	14.39%	3.58%	(10.68)%
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OTHER INFORMATION

Closing net asset value (£'000)	7,940	9,198	10,682
Closing number of shares	3,615,759	4,791,936	5,763,623
Operating charges	0.85% ¹	0.88%	0.86%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	223.98	205.78	212.93
Lowest share price	191.92	185.64	183.72

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	166.02	164.32	187.25
Return before operating charges*	25.46	7.45	(18.44)
Operating charges	(1.55)	(1.54)	(1.57)
Return after operating charges	23.91	5.91	(20.01)
Distributions	(4.43)	(4.21)	(2.92)
Closing net asset value per share	185.50	166.02	164.32
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	14.40%	3.60%	(10.69)%
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OTHER INFORMATION

Closing net asset value (£'000)	990	1,149	1,308
Closing number of shares	533,318	692,329	796,212
Operating charges	0.85% ¹	0.88%	0.86%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	193.74	182.50	192.19
Lowest share price	165.98	164.59	165.83

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	166.48	164.81	187.92
Return before operating charges*	25.29	7.20	(18.86)
Operating charges	(0.20)	(0.25)	(0.22)
Return after operating charges	25.09	6.95	(19.08)
Distributions	(5.53)	(5.28)	(4.03)
Closing net asset value per share	186.04	166.48	164.81
* after direct transaction costs of:	–	0.01	0.02

PERFORMANCE

Return after charges	15.07%	4.22%	(10.15)%
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OTHER INFORMATION

Closing net asset value (£'000)	96,203	93,432	93,784
Closing number of shares	51,709,749	56,122,798	56,904,296
Operating charges	0.11% ¹	0.14%	0.12%
Direct transaction costs	–	–	0.01%

PRICES

Highest share price	195.34	183.41	193.09
Lowest share price	166.44	165.08	167.39

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	148.35	142.85	159.63
Return before operating charges*	22.67	6.46	(15.83)
Operating charges	(0.98)	(0.96)	(0.95)
Return after operating charges	21.69	5.50	(16.78)
Distributions	4.28	(3.97)	(2.81)
Retained distributions on accumulation shares	(4.28)	3.97	2.81
Closing net asset value per share	170.04	148.35	142.85
* after direct transaction costs of:	-	0.01	0.01

PERFORMANCE

Return after charges	14.62%	3.85%	(10.51)%
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OTHER INFORMATION

Closing net asset value (£'000)	184,137	182,640	184,996
Closing number of shares	108,292,383	123,115,660	129,505,647
Operating charges	0.60% ¹	0.63%	0.61%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	173.42	158.83	164.02
Lowest share price	148.32	143.09	141.64

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	126.03	124.65	142.08
Return before operating charges*	19.27	5.69	(14.08)
Operating charges	(0.83)	(0.84)	(0.85)
Return after operating charges	18.44	4.85	(14.93)
Distributions	(3.64)	(3.47)	(2.50)
Closing net asset value per share	140.83	126.03	124.65
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	14.63%	3.89%	(10.51)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,306	6,429	6,905
Closing number of shares	4,478,018	5,100,899	5,539,498
Operating charges	0.60% ¹	0.63%	0.61%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	147.34	138.65	146.08
Lowest share price	126.00	124.85	126.07

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	171.03	165.09	184.84
Return before operating charges*	26.22	7.49	(18.20)
Operating charges	(1.60)	(1.55)	(1.55)
Return after operating charges	24.62	5.94	(19.75)
Distributions	(4.55)	(4.24)	(2.89)
Retained distributions on accumulation shares	4.55	4.24	2.89
Closing net asset value per share	195.65	171.03	165.09
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	14.40%	3.60%	(10.68)%
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OTHER INFORMATION

Closing net asset value (£'000)	22,138	23,041	23,895
Closing number of shares	11,315,250	13,471,707	14,474,330
Operating charges	0.85% ¹	0.88%	0.86%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	199.56	183.35	189.73
Lowest share price	171.00	165.37	163.69

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 4 ACD'S REPORT continued FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Active 4	15.03	6.16	21.37
IA Mixed Investment 40-85% shares sector ¹	16.71	6.41	26.72

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 170 and 171.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 44.56% (31.10.23 – 48.16%)		
	CONTINENTAL EUROPE – 5.39% (31.10.23 – 6.07%)		
3,897,252	M&G (Lux) Europe Ex UK Equity ¹	4,592	1.45
6,619,153	M&G (Lux) Europe Ex UK Equity NPV ¹	9,207	2.90
1,885,173	M&G (Lux) Pan European Smaller Companies ¹	1,749	0.55
1,290,945	M&G European Sustain Paris Aligned ¹	1,560	0.49
	TOTAL CONTINENTAL EUROPE	<u>17,108</u>	<u>5.39</u>
	UNITED KINGDOM – 12.45% (31.10.23 – 14.69%)		
10,072,491	M&G (ACS) BlackRock UK All Share Equity ¹	11,844	3.73
13,317,070	M&G (ACS) UK 200 Index ¹	15,869	4.99
7,151,749	M&G (ACS) UK Listed Equity ¹	9,806	3.09
1,743,650	M&G (ACS) UK Listed Smaller Companies ¹	2,033	0.64
	TOTAL UNITED KINGDOM	<u>39,552</u>	<u>12.45</u>
	ASIA EX JAPAN – 7.29% (31.10.23 – 8.18% ²)		
18,804,749	M&G Asia Pacific Ex Japan ¹	<u>23,153</u>	<u>7.29</u>
	JAPAN – 3.07% (31.10.23 – 3.66%)		
6,107,949	M&G (ACS) Japan Equity ¹	8,632	2.72
918,201	M&G (ACS) Japan Smaller Companies ¹	1,123	0.35
	TOTAL JAPAN	<u>9,755</u>	<u>3.07</u>
	NORTH AMERICA – 8.39% (31.10.23 – 7.14%)		
2,310,596	M&G (ACS) BlackRock Canada Index ¹	2,607	0.82
1,485,166	M&G (ACS) BlackRock US Equity ¹	2,124	0.67
9,578,620	M&G (ACS) BlackRock US RAFI Equity ¹	10,270	3.23
1,139,342	M&G (ACS) Earnest Partners US ¹	1,436	0.45
1,361,635	M&G (ACS) Granahan US Small Capital Growth ¹	1,415	0.45

WS PRUDENTIAL RISK MANAGED ACTIVE 4
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
1,675,030	M&G (ACS) Manulife US Equity ¹	2,184	0.69
3,017,597	M&G (ACS) MFS US Large Cap Equity ¹	3,309	1.04
2,730,380	M&G (ACS) William Blair US Large Cap Equity ¹	3,311	1.04
	TOTAL NORTH AMERICA	26,656	8.39
	AFRICA – 2.16% (31.10.23 – 2.51%)		
14,705,100	M&G SA Equity ¹	6,874	2.16
	EMERGING MARKETS – 5.81% (31.10.23 – 5.91% ²)		
5,956,053	M&G (ACS) China ¹	4,622	1.45
1,431,421	M&G (ACS) Matthews China Equity ^{1,2}	1,563	0.49
493,968	M&G Franklin Templeton India Equity ¹	486	0.15
3,054,221	M&G GSAM Global Emerging Markets Equity ¹	2,575	0.82
4,396,952	M&G India Equity ¹	4,265	1.34
998,493	M&G Lazard Global Emerging Markets Equity ¹	1,217	0.38
3,356,726	M&G MFS Global Emerging Markets Equity ¹	3,750	1.18
	TOTAL EMERGING MARKETS	18,478	5.81
	TOTAL EQUITY PORTFOLIOS	141,576	44.56
	EQUITY INVESTMENT INSTRUMENTS – 5.97% (31.10.23 – 4.21%)		
122,368	Apax Global Alpha ³	173	0.05
759,372	BBGI ³	942	0.30
223,440	BH Macro ³	867	0.27
720,873	BioPharma Credit ³	482	0.15
15,568	Boussard & Gavaudan ³	365	0.12
1,217,010	DP Aircraft I ³	48	0.02
612,662	Ecofin US Renewables Infrastructure Trust ³	172	0.05
80,459	FlexShares Listed Private Equity UCITS ETF	1,993	0.63
46,222	HarbourVest Global Private Equity ³	1,031	0.32
94,475	HgCapital Trust ³	482	0.15
10,609,163	Legal & General Global Infrastructure Index	9,206	2.90

WS PRUDENTIAL RISK MANAGED ACTIVE 4
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
295,217	NB Distressed Debt Investment ³	129	0.04
1,081,781	NextEnergy Solar ³	811	0.25
462,500	Pantheon Infrastructure ³	414	0.13
93,980	Petershill Partners ³	203	0.06
21,464	Princess Private Equity ³	184	0.06
683,132	Renewables Infrastructure ³	661	0.21
1,439,691	SDCL Energy Efficiency Income Trust ³	828	0.26
	TOTAL EQUITY INVESTMENT INSTRUMENTS	18,991	5.97
	PROPERTY PORTFOLIOS – 7.47% (31.10.23 – 8.22%)		
425,311	iShares Asia Property Yield	6,554	2.06
31,436	iShares European Property Yield	787	0.25
388,557	iShares UK Property	1,709	0.54
9,712,178	Legal & General UK Property	9,965	3.14
22,808	M&G European Property ^{1,4}	2,988	0.94
171,675	M&G Property Portfolio ¹	1,737	0.54
	TOTAL PROPERTY PORTFOLIOS	23,740	7.47
	BOND PORTFOLIOS – 33.03% (31.10.23 – 30.96%)		
514,944	M&G (Lux) Asian Corporate Bond ¹	5,744	1.81
1,677,348	M&G (Lux) Asian Local Currency Bond ¹	17,321	5.45
1,381,852	M&G Credit Income Investment Trust ^{1,3}	1,316	0.41
9,547,463	M&G Emerging Markets Bond ¹	11,231	3.53
47,073	M&G European Credit Investment ¹	5,594	1.76
911,098	M&G Global Convertibles ¹	2,474	0.78
6,559,354	M&G Global High Yield Bond ¹	9,993	3.15
34,560,600	M&G Sterling Investment Grade Corporate Bond ¹	32,131	10.11
13,282,445	M&G US Corporate Bond ¹	13,335	4.20
5,752,232	M&G US Short Duration Corporate Bond ¹	5,783	1.83
	TOTAL BOND PORTFOLIOS	104,922	33.03

WS PRUDENTIAL RISK MANAGED ACTIVE 4
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	MONEY MARKETS – 8.80% (31.10.23 – 7.93%)		
27,952,000	M&G (Lux) Sterling Liquidity ¹	27,952	8.80
	FUTURES – (0.19)% (31.10.23 – (0.20)%) ⁵		
18	EURO STOXX 50 Index Futures December 2024	(7)	-
31	FTSE 100 Index Futures December 2024	(68)	(0.02)
38	FTSE/JSE TOP 40 Futures December 2024	47	0.01
75	Long Gilt Futures December 2024	(374)	(0.12)
11	S&P 500 E Mini Index Futures December 2024	32	0.01
5	TOPIX Index Futures December 2024	32	0.01
96	US Treasury Note 10 Year Futures December 2024	(263)	(0.08)
	TOTAL FUTURES	(601)	(0.19)
	Portfolio of investments ⁶	316,580	99.64
	Net other assets	1,134	0.36
	Net assets	317,714	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	63,735	Total sales for the year £'000 (note 16)	105,843
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
M&G US Corporate Bond	13,694	Eastspring US Corporate Bond	21,028
M&G (ACS) BlackRock US RAFI Equity	10,573	M&G (ACS) BlackRock US Equity	17,316
US Treasury Note 10 Year Futures June 2024	10,355	US Treasury Note 10 Year Futures June 2024	10,355
US Treasury Note 10 Year Futures September 2024	9,903	US Treasury Note 10 Year Futures September 2024	9,903
US Treasury Note 10 Year Futures March 2024	8,748	M&G Asia Pacific Ex Japan	9,339
US Treasury Note 10 Year Futures December 2024	8,339	US Treasury Note 10 Year Futures March 2024	8,748
Long Gilt Future March 2024	7,552	Long Gilt Future March 2024	7,552
Long Gilt Future December 2024	7,427	Long Gilt Future December 2023	7,401
Long Gilt Future September 2024	7,370	Long Gilt Future September 2024	7,370
Long Gilt Future June 2024	6,130	Long Gilt Future June 2024	6,130

In addition to the above, purchases totalling £61,421,000 and sales totalling £58,519,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED ACTIVE 4 FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		35,752		3,878
Revenue	4	11,257		11,521	
Expenses	5	(1,291)		(1,360)	
Interest payable and similar charges	6	(11)		(3)	
Net revenue before taxation		9,955		10,158	
Taxation	7	(1,220)		(1,062)	
Net revenue after taxation			8,735		9,096
Total return before distributions			44,487		12,974
Distributions	8		(8,888)		(9,097)
Change in net assets attributable to shareholders from investment activities			35,599		3,877

WS PRUDENTIAL RISK MANAGED ACTIVE 4

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			315,889		321,570
Amounts receivable on issue of shares		11,352		20,691	
Amounts payable on redemption of shares		<u>(50,569)</u>		<u>(36,039)</u>	
			(39,217)		(15,348)
Dilution levy	1(H)		108		101
Change in net assets attributable to shareholders from investment activities			35,599		3,877
Retained distributions on Accumulation shares			<u>5,335</u>		<u>5,689</u>
Closing net assets attributable to shareholders			<u>317,714</u>		<u>315,889</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		317,292	314,256
Current assets			
Debtors	9	2,856	4,189
Cash and cash equivalents	10	3,022	2,964
Total assets		<u>323,170</u>	<u>321,409</u>
LIABILITIES			
Investment liabilities			
		(712)	(631)
Creditors			
Distribution payable	11	(3,046)	(3,169)
Other creditors	11	(1,698)	(1,720)
Total liabilities		<u>(5,456)</u>	<u>(5,520)</u>
Net assets attributable to shareholders		<u>317,714</u>	<u>315,889</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	34,250	2,820
Derivative contracts	1,507	1,610
Transaction charges	(5)	(3)
AMC rebates from underlying investments	92	-
Currency losses	(92)	(549)
Net capital gains	<u>35,752</u>	<u>3,878</u>

The net capital gains figure includes realised gains of £3,279,000 and unrealised gains of £13,958,000 (31.10.23: includes realised losses of £3,568,000 and unrealised losses of £18,428,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	2,949	2,665
Taxable dividends	2,518	4,118
UK property income distributions	–	31
Unfranked interest	2,378	1,088
Interest on debt securities	43	–
AMC rebates from underlying investments	699	246
Bank interest	27	82
Revenue from tax transparent funds	2,606	3,262
Stock dividends	–	14
Broker interest	37	15
Total revenue	<u>11,257</u>	<u>11,521</u>

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,192	1,255
TCFD fees	4	–
	1,196	1,255
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	24	25
Safe custody and other bank charges	30	31
	54	56

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	30	38
	41	49
Total expenses	1,291	1,360

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	11	3
Total interest payable and similar charges	11	3

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	926	869
Overseas tax	32	13
Adjustments in respect of prior periods	4	16
Tax incurred on tax transparent funds	125	164
Current tax charge	1,087	1,062
Deferred tax – origination and reversal of timing differences (note 7c)	133	–
Total taxation (note 7b)	1,220	1,062

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	9,955	10,158
Corporation tax at 20%	1,991	2,032
Effects of:		
Non-taxable dividends	(1,086)	(1,163)
Capitalised income subject to tax	154	-
Corporation tax: adjustments in respect of prior years	4	16
Tax incurred on tax transparent funds	125	164
Corporation tax charge	1,188	1,049
Overseas tax	32	13
Total tax charge (note 7a)	1,220	1,062
c) Deferred tax		
Deferred tax charge in the year (note 7a)	133	-
Provision at the end of the year	133	-

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	8,381	8,858
	8,381	8,858
Add: Revenue deducted on redemption of shares	641	555
Deduct: Revenue received on issue of shares	(134)	(316)
Net distributions for the year	8,888	9,097

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

Details of the distributions per share are set out in the table on pages 170 and 171.

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	8,735	9,096
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	20	–
Deferred tax on offshore funds	133	–
	153	–
Equalisation on conversions ¹	–	1
Net distributions for the year	<u>8,888</u>	<u>9,097</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	51	16
Accrued revenue:		
Non-taxable dividends	–	17
Taxable dividends	30	–
AMC rebates from underlying investments	159	1,152
Revenue from tax transparent funds	2,616	3,004
	<u>2,805</u>	<u>4,173</u>
Total debtors	<u>2,856</u>	<u>4,189</u>

¹ Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	1,731	1,492
Margin account	1,291	1,472
Total cash and bank balances	<u>3,022</u>	<u>2,964</u>

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	<u>3,046</u>	<u>3,169</u>
Other Creditors		
Amounts payable for redemption of shares	751	779
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	100	102
TCFD fees	2	-
	102	102
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	8
Transaction charges	1	1
Safe custody and other bank charges	5	9
	8	18
Taxation payable:		
Corporation tax	536	627
Deferred tax	133	-
Tax incurred on tax transparent funds	128	152
	797	779

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Other expenses	11	11
Expenses from tax transparent funds	29	31
Total other creditors	<u>1,698</u>	<u>1,720</u>

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 154 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 8,011,536 (31.10.23: 89,546) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 36,346,815 (31.10.23: 38,437,411) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited 25.28% (31.10.23: 22.89%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	<u>279,175</u>	<u>258,022</u>

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.74%	0.74%	0.00%
Opening shares in issue	4,791,936	692,329	56,122,798
Issues	122,994	11,700	3,082,070
Redemptions	(644,729)	(103,138)	(7,495,119)
Conversions	(654,442)	(67,573)	-
Closing shares in issue	<u>3,615,759</u>	<u>533,318</u>	<u>51,709,749</u>

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.49%	0.49%	0.74%
Opening shares in issue	123,115,660	5,100,899	13,471,707
Issues	2,389,419	556,904	538,138
Redemptions	(18,359,865)	(1,268,800)	(2,434,049)
Conversions	1,147,169	89,015	(260,546)
Closing shares in issue	<u>108,292,383</u>	<u>4,478,018</u>	<u>11,315,250</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(601)	-
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(619)	-

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	4,050	2,393
Hong Kong dollars	40	42
Japanese yen	401	294
South African rand	7,188	8,219
US dollars	1,159	4,509
Total foreign currency exposure	12,838	15,457
Pounds sterling	304,876	300,432
Net assets	317,714	315,889

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £642,000 on the net assets of the Fund (31.10.23: £773,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

WS PRUDENTIAL RISK MANAGED ACTIVE 4

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 86.05% of the portfolio can be liquidated within 7 days and 88.42% within 30 days (31.10.23: 80.97% within 5 days and 82.75% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £15,829,000 (31.10.23: £15,681,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	63,735	-	-	63,735
Purchases total	63,735	-	-	63,735
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	105,844	(1)	-	105,843
Sales total	105,844	(1)	-	105,843
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.01.24 is 0.31% (31.10.23: 0.42%).

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	665	-	3	668
Collective investment schemes	73,655	3	4	73,662
Purchases total	<u>74,320</u>	<u>3</u>	<u>7</u>	<u>74,330</u>
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Ordinary shares	1,582	-	-	1,582
Collective investment schemes	81,904	(2)	-	81,902
Sales total	<u>83,486</u>	<u>(2)</u>	<u>-</u>	<u>83,484</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	20,262	294,042	2,988	317,292
Investment liabilities	(712)	-	-	(712)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	24,092	288,980	1,184	314,256
Investment liabilities	(631)	-	-	(631)

WS PRUDENTIAL RISK MANAGED ACTIVE 4

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	5.1108	–	5.1108	4.7561
Group 2	0.4830	4.6278	5.1108	4.7561

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.4286	–	4.4286	4.2098
Group 2	3.2550	1.1736	4.4286	4.2098

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	5.5309	–	5.5309	5.2788
Group 2	4.2049	1.3260	5.5309	5.2788

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.2796	–	4.2796	3.9723
Group 2	2.2293	2.0503	4.2796	3.9723

WS PRUDENTIAL RISK MANAGED ACTIVE 4
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.6357	–	3.6357	3.4652
Group 2	1.4980	2.1377	3.6357	3.4652

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.5534	–	4.5534	4.2353
Group 2	2.3792	2.1742	4.5534	4.2353

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Active 5 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 17%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 17%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in actively managed collective investment schemes. The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will have a high exposure towards higher risk assets, such as equities. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Flexible Investment shares sector.

The Fund's performance may be compared against the IA Flexible Investment shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Active 5
31 January 2025

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 16.05%, P (Acc) 16.27% and A (Acc) 16.04% produced returns behind the 16.09% sector average for IA Flexible Investment shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- FlexShares Listed Private Equity UCITS ETF was added
- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity was added
- M&G US Short Duration & M&G US Corporate Bond Fund replaced Eastspring US Corp Bond Fund

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund
- M&G Invesco Global Emerging Markets Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

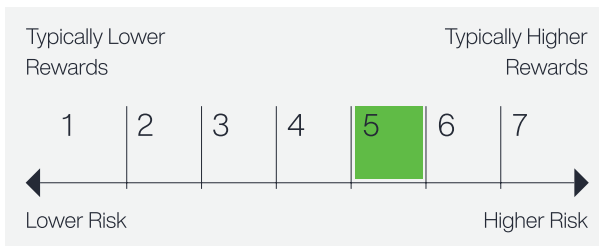
Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT continued FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 5 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED ACTIVE 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	209.30	201.05	223.06
Return before operating charges*	34.71	10.21	(20.10)
Operating charges	(2.04)	(1.96)	(1.91)
Return after operating charges	32.67	8.25	(22.01)
Distributions	(5.55)	(5.10)	(3.68)
Retained distributions on accumulation shares	5.55	5.10	3.68
Closing net asset value per share	241.97	209.30	201.05
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	15.61%	4.10%	(9.87)%
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OTHER INFORMATION

Closing net asset value (£'000)	4,973	5,144	5,504
Closing number of shares	2,055,255	2,457,740	2,737,615
Operating charges	0.88% ¹	0.91%	0.87%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	247.05	224.79	230.87
Lowest share price	210.12	202.22	198.62

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	185.11	182.24	205.95
Return before operating charges*	30.72	9.25	(18.57)
Operating charges	(1.80)	(1.78)	(1.75)
Return after operating charges	28.92	7.47	(20.32)
Distributions	(4.92)	(4.60)	(3.39)
Closing net asset value per share	209.11	185.11	182.24
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	15.62%	4.10%	(9.86)%
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OTHER INFORMATION

Closing net asset value (£'000)	178	178	257
Closing number of shares	84,922	96,261	141,244
Operating charges	0.88% ¹	0.91%	0.87%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	218.54	203.78	213.15
Lowest share price	185.83	183.31	183.39

¹0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	185.76	182.91	206.83
Return before operating charges*	30.58	8.99	(19.02)
Operating charges	(0.29)	(0.33)	(0.27)
Return after operating charges	30.29	8.66	(19.29)
Distributions	(6.16)	(5.81)	(4.63)
Closing net asset value per share	209.89	185.76	182.91
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	16.31%	4.73%	(9.33)%
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OTHER INFORMATION

Closing net asset value (£'000)	36,796	37,154	36,496
Closing number of shares	17,531,102	20,000,760	19,953,080
Operating charges	0.14% ¹	0.17%	0.13%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	220.54	204.95	214.32
Lowest share price	186.49	184.00	185.23

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	155.47	148.95	164.93
Return before operating charges*	25.71	7.58	(14.97)
Operating charges	(1.08)	(1.06)	(1.01)
Return after operating charges	24.63	6.52	(15.98)
Distributions	(4.47)	(4.10)	(3.05)
Retained distributions on accumulation shares	4.47	4.10	3.05
Closing net asset value per share	180.10	155.47	148.95
* after direct transaction costs of:	-	0.01	0.02

PERFORMANCE

Return after charges	15.84%	4.38%	(9.69)%
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OTHER INFORMATION

Closing net asset value (£'000)	78,064	73,688	73,150
Closing number of shares	43,345,318	47,397,369	49,110,242
Operating charges	0.63% ¹	0.66%	0.62%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	183.87	166.76	170.95
Lowest share price	156.08	150.01	147.14

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	133.49	131.30	148.43
Return before operating charges*	22.08	6.73	(13.49)
Operating charges	(0.93)	(0.93)	(0.90)
Return after operating charges	21.15	5.80	(14.39)
Distributions	(3.84)	(3.61)	(2.74)
Closing net asset value per share	150.80	133.49	131.30
* after direct transaction costs of:	-	0.01	0.01

PERFORMANCE

Return after charges	15.84%	4.42%	(9.69)%
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OTHER INFORMATION

Closing net asset value (£'000)	1,651	1,420	1,368
Closing number of shares	1,095,071	1,063,644	1,041,845
Operating charges	0.63% ¹	0.66%	0.62%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	157.88	147.06	153.96
Lowest share price	134.00	132.32	132.41

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	184.39	177.11	196.50
Return before operating charges*	30.59	9.01	(17.71)
Operating charges	(1.79)	(1.73)	(1.68)
Return after operating charges	28.80	7.28	(19.39)
Distributions	(4.89)	(4.48)	(3.24)
Retained distributions on accumulation shares	4.89	4.48	3.24
Closing net asset value per share	213.19	184.39	177.11
* after direct transaction costs of:	–	0.01	0.02

PERFORMANCE

Return after charges	15.62%	4.11%	(9.87)%
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OTHER INFORMATION

Closing net asset value (£'000)	11,099	10,836	10,759
Closing number of shares	5,206,401	5,876,797	6,074,497
Operating charges	0.88% ¹	0.91%	0.87%
Direct transaction costs	–	–	0.01%

PRICES

Highest share price	217.66	198.05	203.40
Lowest share price	185.11	178.20	174.97

¹ 0.05% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 5 ACD'S REPORT continued FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Active 5	16.27	9.46	25.39
IA Flexible Investment shares sector ¹	16.09	6.27	29.54

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 206 and 207.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 55.53% (31.10.23 – 59.11%)		
	CONTINENTAL EUROPE – 6.74% (31.10.23 – 7.52%)		
2,039,982	M&G (Lux) Europe Ex UK Equity ¹	2,404	1.81
3,426,178	M&G (Lux) Europe Ex UK Equity NPV ¹	4,766	3.59
1,004,917	M&G (Lux) Pan European Smaller Companies ¹	933	0.71
695,557	M&G European Sustain Paris Aligned ¹	840	0.63
	TOTAL CONTINENTAL EUROPE	8,943	6.74
	UNITED KINGDOM – 15.55% (31.10.23 – 18.17%)		
5,358,736	M&G (ACS) BlackRock UK All Share Equity ¹	6,301	4.74
6,933,482	M&G (ACS) UK 200 Index ¹	8,262	6.22
3,675,975	M&G (ACS) UK Listed Equity ¹	5,040	3.80
897,913	M&G (ACS) UK Listed Smaller Companies ¹	1,047	0.79
	TOTAL UNITED KINGDOM	20,650	15.55
	ASIA EX JAPAN – 8.99% (31.10.23 – 10.04% ²)		
9,692,664	M&G Asia Pacific Ex Japan ¹	11,934	8.99
	JAPAN – 3.88% (31.10.23 – 4.56%)		
3,236,249	M&G (ACS) Japan Equity ¹	4,573	3.45
470,683	M&G (ACS) Japan Smaller Companies ¹	576	0.43
	TOTAL JAPAN	5,149	3.88
	NORTH AMERICA – 10.44% (31.10.23 – 8.62%)		
1,349,025	M&G (ACS) BlackRock Canada Index ¹	1,522	1.14
774,217	M&G (ACS) BlackRock US Equity ¹	1,107	0.83
5,022,807	M&G (ACS) BlackRock US RAFI Equity ¹	5,386	4.06
587,416	M&G (ACS) Earnest Partners US ¹	740	0.56
702,581	M&G (ACS) Granahan US Small Capital Growth ¹	730	0.55

WS PRUDENTIAL RISK MANAGED ACTIVE 5

ACD'S REPORT continued

PORTFOLIO STATEMENT continued

as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
873,394	M&G (ACS) Manulife US Equity ¹	1,139	0.86
1,449,141	M&G (ACS) MFS US Large Cap Equity ¹	1,589	1.20
1,360,888	M&G (ACS) William Blair US Large Cap Equity ¹	1,650	1.24
	TOTAL NORTH AMERICA	13,863	10.44
	AFRICA – 2.78% (31.10.23 – 3.14%)		
7,883,181	M&G SA Equity ¹	3,685	2.78
	EMERGING MARKETS – 7.15% (31.10.23 – 7.06% ²)		
3,010,712	M&G (ACS) China ¹	2,336	1.76
819,360	M&G (ACS) Matthews China Equity ^{1,2}	895	0.67
256,604	M&G Franklin Templeton India Equity ¹	252	0.19
1,533,943	M&G GSAM Global Emerging Markets Equity ¹	1,293	0.97
2,279,596	M&G India Equity ¹	2,211	1.67
491,641	M&G Lazard Global Emerging Markets Equity ¹	599	0.45
1,708,322	M&G MFS Global Emerging Markets Equity ¹	1,909	1.44
	TOTAL EMERGING MARKETS	9,495	7.15
	TOTAL EQUITY PORTFOLIOS	73,719	55.53
	EQUITY INVESTMENT INSTRUMENTS – 7.07% (31.10.23 – 4.95%)		
56,484	Apax Global Alpha ³	80	0.06
337,928	BBGI ³	419	0.31
102,710	BH Macro ³	399	0.30
330,154	BioPharma Credit ³	221	0.17
6,761	Boussard & Gavaudan ³	159	0.12
617,264	DP Aircraft I ³	24	0.02
266,950	Ecofin US Renewables Infrastructure Trust ³	75	0.06
43,517	FlexShares Listed Private Equity UCITS ETF	1,078	0.81
21,912	HarbourVest Global Private Equity ³	489	0.37
43,413	HgCapital Trust ³	221	0.17
5,457,792	Legal & General Global Infrastructure Index	4,736	3.57

WS PRUDENTIAL RISK MANAGED ACTIVE 5
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
135,702	NB Distressed Debt Investment ³	59	0.04
497,965	NextEnergy Solar ³	374	0.28
214,000	Pantheon Infrastructure ³	192	0.14
43,169	Petershill Partners ³	93	0.07
9,806	Princess Private Equity ³	84	0.06
310,684	Renewables Infrastructure ³	300	0.23
665,981	SDCL Energy Efficiency Income ³	383	0.29
	TOTAL EQUITY INVESTMENT INSTRUMENTS	9,386	7.07
	PROPERTY PORTFOLIOS – 8.73% (31.10.23 – 9.73%)		
204,429	iShares Asia Property Yield	3,150	2.37
18,318	iShares European Property Yield	459	0.35
224,432	iShares UK Property	987	0.74
4,705,474	Legal & General UK Property	4,828	3.64
10,664	M&G European Property ^{1,4}	1,397	1.05
75,547	M&G Property Portfolio ¹	764	0.58
	TOTAL PROPERTY PORTFOLIOS	11,585	8.73
	BOND PORTFOLIOS – 21.95% (31.10.23 – 18.41%)		
150,894	M&G (Lux) Asian Corporate Bond ¹	1,683	1.27
490,551	M&G (Lux) Asian Local Currency Bond ¹	5,066	3.81
358,082	M&G Credit Income Investment Trust ^{1,3}	341	0.26
2,885,300	M&G Emerging Markets Bond ¹	3,394	2.55
7,687	M&G European Credit Investment ¹	914	0.69
229,925	M&G Global Convertibles ¹	624	0.47
1,990,879	M&G Global High Yield Bond ¹	3,033	2.28
9,450,589	M&G Sterling Investment Grade Corporate Bond ¹	8,786	6.62
3,685,548	M&G US Corporate Bond ¹	3,700	2.79
1,596,106	M&G US Short Duration Corporate Bond ¹	1,605	1.21
	TOTAL BOND PORTFOLIOS	29,146	21.95

WS PRUDENTIAL RISK MANAGED ACTIVE 5
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	MONEY MARKETS – 6.36% (31.10.23 – 6.59%)		
8,443,000	M&G (Lux) Sterling Liquidity ¹	8,443	6.36
	FUTURES – (0.14)% (31.10.23 – (0.19)%) ⁵		
21	EURO STOXX 50 Index Futures December 2024	(4)	–
5	FTSE 100 Index Futures December 2024	(35)	(0.03)
2	FTSE/JSE Top 40 Futures December 2024	16	0.01
9	Long Gilt Futures December 2024	(105)	(0.08)
30	S&P 500 E Mini Index Futures December 2024	15	0.01
13	TOPIX Index Futures December 2024	13	0.01
16	US Treasury Note 10 Year Futures December 2024	(82)	(0.06)
	TOTAL FUTURES	(182)	(0.14)
	Portfolio of investments ⁶	132,097	99.50
	Net other assets	664	0.50
	Net assets	132,761	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	27,944	Total sales for the year £'000 (note 16)	41,087
	Cost		Proceeds
Major purchases	£'000	Major sales	£'000
M&G (ACS) BlackRock US RAFI Equity	5,456	M&G (ACS) BlackRock US Equity	8,359
US Treasury Note 10 Year Futures June 2024	4,612	US Treasury Note 10 Year Futures June 2024	4,612
US Treasury Note 10 Year Futures September 2024	4,439	M&G Asia Pacific Ex Japan	4,478
M&G US Corporate Bond	3,800	US Treasury Note 10 Year Futures September 2024	4,439
US Treasury Note 10 Year Futures March 2024	3,728	Eastspring US Corporate Bond	4,203
US Treasury Note 10 Year Futures December 2024	3,301	US Treasury Note 10 Year Futures March 2024	3,728
M&G India Equity	2,301	M&G (ACS) UK 200 Index	2,866
Long Gilt Futures March 2024	2,294	Long Gilt Futures March 2024	2,294
Long Gilt Futures December 2024	2,080	Long Gilt Futures December 2023	2,277
Long Gilt Futures September 2024	2,036	M&G (ACS) Japan Equity	2,234

In addition to the above, purchases totalling £21,030,000 and sales totalling £21,044,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

**WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN**
for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		16,133		2,108
Revenue	4	4,536		4,521	
Expenses	5	(581)		(587)	
Interest payable and similar charges	6	(4)		(2)	
Net revenue before taxation		3,951		3,932	
Taxation	7	(407)		(304)	
Net revenue after taxation			3,544		3,628
Total return before distributions			19,677		5,736
Distributions	8		(3,624)		(3,629)
Change in net assets attributable to shareholders from investment activities			16,053		2,107

WS PRUDENTIAL RISK MANAGED ACTIVE 5

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			128,420		127,534
Amounts receivable on issue of shares		8,485		11,447	
Amounts payable on redemption of shares		<u>(22,565)</u>		<u>(15,050)</u>	
			(14,080)		(3,603)
Dilution levy	1(H)		62		51
Change in net assets attributable to shareholders from investment activities			16,053		2,107
Retained distributions on Accumulation shares			<u>2,306</u>		<u>2,331</u>
Closing net assets attributable to shareholders			<u>132,761</u>		<u>128,420</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		132,323	126,877
Current assets			
Debtors	9	1,488	2,136
Cash and cash equivalents	10	1,072	1,342
Total assets		<u>134,883</u>	<u>130,355</u>
LIABILITIES			
Investment liabilities			
		(226)	(245)
Creditors			
Distribution payable	11	(1,126)	(1,204)
Other creditors	11	(770)	(486)
Total liabilities		<u>(2,122)</u>	<u>(1,935)</u>
Net assets attributable to shareholders		<u>132,761</u>	<u>128,420</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	15,426	1,426
Derivative contracts	719	883
Transaction charges	(5)	–
AMC rebates from underlying investments	43	–
Currency losses	(50)	(198)
Broker's commission on futures	–	(3)
Net capital gains	<u>16,133</u>	<u>2,108</u>

The net capital gains figure includes realised gains of £1,753,000 and unrealised gains of £9,473,000 (31.10.23: includes realised losses of £1,481,000 and unrealised losses of £4,869,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	1,440	400
Taxable dividends	1,450	1,023
UK property income distributions	–	893
Unfranked interest	33	454
AMC rebates from underlying investments	239	88
Revenue from tax transparent funds	1,359	1,645
Broker interest	15	6
Stock dividends	–	12
Total revenue	<u>4,536</u>	<u>4,521</u>

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	513	520
TCFD fees	4	–
	517	520
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	12
Safe custody and other bank charges	24	24
	36	36
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	17	20
	28	31
Total expenses	<u>581</u>	<u>587</u>

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	4	2
Total interest payable and similar charges	4	2

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	253	209
Overseas tax	16	7
Adjustments in respect of prior periods	1	4
Tax incurred on tax transparent funds	66	84
Current tax charge	336	304
Deferred tax – origination and reversal of timing differences (note 7c)	71	–
Total taxation (note 7b)	407	304

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	3,951	3,932
Corporation tax at 20%	790	786

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Effects of:		
Non-taxable dividends	(546)	(577)
Capitalised income subject to tax	80	-
Corporation tax: adjustments in respect of prior years	1	4
Tax incurred on tax transparent funds	66	84
Corporation tax charge	391	297
Overseas tax	16	7
Total tax charge (note 7a)	407	304
c) Deferred tax		
Deferred tax charge in the year (note 7a)	71	-
Provision at the end of the year	71	-

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	3,432	3,535
	3,432	3,535
Add: Revenue deducted on redemption of shares	297	249
Deduct: Revenue received on issue of shares	(105)	(155)
Net distributions for the year	3,624	3,629

Details of the distributions per share are set out in the table on pages 206 and 207.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	3,544	3,628
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	9	-
Deferred tax on offshore funds	71	-
	80	-
Equalisation on conversions ¹	-	1
Net distributions for the year	<u>3,624</u>	<u>3,629</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	73	154
Accrued revenue:		
Taxable dividends	7	8
AMC rebates from underlying investments	39	467
Revenue from tax transparent funds	1,366	1,507
	1,412	1,982
Taxation recoverable:		
Income tax	3	-
Total debtors	<u>1,488</u>	<u>2,136</u>

¹ Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	635	769
Margin account	437	573
Total cash and cash equivalents	<u>1,072</u>	<u>1,342</u>

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	<u>1,126</u>	<u>1,204</u>
Other Creditors		
Amounts payable for redemption of shares	408	176
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	44	42
TCFD fees	2	-
	46	42
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	4
Transaction charges	1	1
Safe custody and other bank charges	4	4
	6	9
Taxation payable:		
Corporation tax	143	156
Deferred tax	71	-
Tax incurred on tax transparent funds	70	76
	284	232
Other expenses	11	11

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Expenses from tax transparent funds	15	16
Total other creditors	770	486

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management UK Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 190 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 4,520,812 (31.10.23: 370,156) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 11,848,696 (31.10.23: 12,856,274) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited 24.16% (31.10.23: 21.23%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	113,469	104,769

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.74%	0.74%	0.00%
Opening shares in issue	2,457,740	96,261	20,000,760
Issues	136,528	2,716	1,256,075
Redemptions	(299,732)	(11,689)	(3,725,733)
Conversions	(239,281)	(2,366)	-
Closing shares in issue	<u>2,055,255</u>	<u>84,922</u>	<u>17,531,102</u>

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.49%	0.49%	0.74%
Opening shares in issue	47,397,369	1,063,644	5,876,797
Issues	2,718,466	128,363	436,236
Redemptions	(7,137,680)	(100,216)	(1,068,639)
Conversions	367,163	3,280	(37,993)
Closing shares in issue	<u>43,345,318</u>	<u>1,095,071</u>	<u>5,206,401</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(182)	-
<hr/>		
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(240)	-

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	1,862	1,101
Hong Kong dollars	40	42
Japanese yen	150	106
South African rand	3,863	4,093
US dollars	539	2,246
Total foreign currency exposure	6,454	7,588
Pounds sterling	126,307	120,832
Net assets	132,761	128,420

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £323,000 on the net assets of the Fund (31.10.23: £379,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

WS PRUDENTIAL RISK MANAGED ACTIVE 5 FINANCIAL STATEMENTS continued NOTES TO THE FINANCIAL STATEMENTS continued for the year ended 31 October 2024

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 86.52% of the portfolio can be liquidated within 7 days and 88.70% within 30 days (31.10.23: 83.38% within 5 days and 84.70% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £6,605,000 (31.10.23: £6,332,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	27,944	-	-	27,944
Purchases total	27,944	-	-	27,944
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	41,088	(1)	-	41,087
Sales total	41,088	(1)	-	41,087
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.35% (31.10.23: 0.47%).

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	303	-	1	304
Collective investment schemes	<u>28,858</u>	<u>2</u>	<u>2</u>	<u>28,862</u>
Purchases total	<u>29,161</u>	<u>2</u>	<u>3</u>	<u>29,166</u>
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Ordinary shares	264	-	-	264
Collective investment schemes	<u>29,777</u>	<u>(1)</u>	<u>-</u>	<u>29,776</u>
Sales total	<u>30,041</u>	<u>(1)</u>	<u>-</u>	<u>30,040</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	9,427	121,499	1,397	132,323
Investment liabilities	(226)	-	-	(226)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	11,087	115,232	558	126,877
Investment liabilities	(245)	-	-	(245)

WS PRUDENTIAL RISK MANAGED ACTIVE 5

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	5.5503	–	5.5503	5.0968
Group 2	3.3027	2.2476	5.5503	5.0968

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.9242	–	4.9242	4.6031
Group 2	3.4673	1.4569	4.9242	4.6031

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	6.1596	–	6.1596	5.8050
Group 2	3.4264	2.7332	6.1596	5.8050

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.4705	–	4.4705	4.0991
Group 2	2.5451	1.9254	4.4705	4.0991

WS PRUDENTIAL RISK MANAGED ACTIVE 5
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.8388	–	3.8388	3.6122
Group 2	1.2913	2.5475	3.8388	3.6122

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.8890	–	4.8890	4.4773
Group 2	2.3883	2.5007	4.8890	4.4773

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Passive Fund 1 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 9%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 9%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in passive collective investment schemes (e.g. funds which track an index). The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will have a high exposure to lower risk assets such as fixed income assets and cash. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 0-35% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 0-35% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Passive Fund 1
31 January 2025

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 11.95%, P (Acc) 12.23% and A (Acc) 11.95% produced returns ahead of the 11.18% sector average for the IA Mixed Investment 0-35% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity Fund replaced M&G (ACS) BlackRock US Equity Tracker Fund
- M&G European Property Fund was added

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

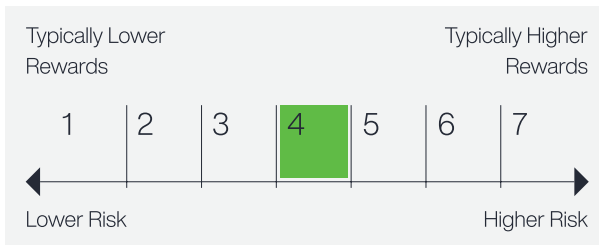
Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 1 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	172.41	167.04	193.57
Return before operating charges*	20.55	6.31	(25.59)
Operating charges	(1.01)	(0.94)	(0.94)
Return after operating charges	19.54	5.37	(26.53)
Distributions	(5.69)	(3.79)	(2.47)
Retained distributions on accumulation shares	5.69	3.79	2.47
Closing net asset value per share	191.95	172.41	167.04
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.33%	3.21%	(13.71)%
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OTHER INFORMATION

Closing net asset value (£'000)	4,231	5,117	6,139
Closing number of shares	2,204,013	2,968,019	3,675,233
Operating charges	0.54% ¹	0.54%	0.51%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	194.90	180.76	197.47
Lowest share price	172.33	167.09	162.74

¹ 0.002% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	127.57	126.37	148.60
Return before operating charges*	15.22	4.78	(19.61)
Operating charges	(0.75)	(0.71)	(0.72)
Return after operating charges	14.47	4.07	(20.33)
Distributions	(4.22)	(2.87)	(1.90)
Closing net asset value per share	137.82	127.57	126.37
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.34%	3.22%	(13.68)%
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OTHER INFORMATION

Closing net asset value (£'000)	65	97	120
Closing number of shares	47,265	75,560	94,559
Operating charges	0.54% ¹	0.54%	0.51%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	144.22	136.76	151.69
Lowest share price	127.51	126.41	124.97

¹ 0.002% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	127.64	126.45	148.76
Return before operating charges*	15.23	4.78	(19.69)
Operating charges	(0.08)	(0.08)	(0.04)
Return after operating charges	15.15	4.70	(19.73)
Distributions	(4.89)	(3.51)	(2.58)
Closing net asset value per share	137.90	127.64	126.45
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.87%	3.72%	(13.26)%
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OTHER INFORMATION

Closing net asset value (£'000)	95,353	100,861	106,704
Closing number of shares	69,147,405	79,021,690	84,381,703
Operating charges	0.06% ¹	0.06%	0.03%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	144.95	137.02	151.94
Lowest share price	127.57	126.49	125.69

¹ 0.002% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	127.39	123.11	142.23
Return before operating charges*	15.19	4.65	(18.77)
Operating charges	(0.40)	(0.37)	(0.35)
Return after operating charges	14.79	4.28	(19.12)
Distributions	(4.55)	(3.12)	(2.16)
Retained distributions on accumulation shares	4.55	3.12	2.16
Closing net asset value per share	142.18	127.39	123.11
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.61%	3.48%	(13.44)%
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OTHER INFORMATION

Closing net asset value (£'000)	110,760	111,116	128,189
Closing number of shares	77,901,074	87,226,929	104,126,009
Operating charges	0.29% ¹	0.29%	0.26%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	144.35	133.31	145.29
Lowest share price	127.32	123.15	119.93

¹ 0.002% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	103.60	102.63	120.65
Return before operating charges*	12.36	3.88	(15.89)
Operating charges	(0.33)	(0.31)	(0.30)
Return after operating charges	12.03	3.57	(16.19)
Distributions	(3.70)	(2.60)	(1.83)
Closing net asset value per share	111.93	103.60	102.63
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.61%	3.48%	(13.42)%
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OTHER INFORMATION

Closing net asset value (£'000)	11,147	10,907	9,185
Closing number of shares	9,959,415	10,528,335	8,949,210
Operating charges	0.29% ¹	0.29%	0.26%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	117.39	111.14	123.32
Lowest share price	103.55	102.66	101.76

¹ 0.002% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	138.31	134.00	155.24
Return before operating charges*	16.49	5.07	(20.49)
Operating charges	(0.81)	(0.76)	(0.75)
Return after operating charges	15.68	4.31	(21.24)
Distributions	(4.56)	(3.04)	(1.98)
Retained distributions on accumulation shares	4.56	3.04	1.98
Closing net asset value per share	153.99	138.31	134.00
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	11.34%	3.22%	(13.68)%
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OTHER INFORMATION

Closing net asset value (£'000)	14,603	15,555	18,495
Closing number of shares	9,483,030	11,246,229	13,802,130
Operating charges	0.54% ¹	0.54%	0.51%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	156.35	145.01	158.47
Lowest share price	138.24	134.04	130.55

¹ 0.002% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Passive Fund 1	12.23	(0.06)	8.91
IA Mixed Investment 0-35% shares sector ¹	11.18	(0.23)	6.96

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 241 and 242.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 17.28% (31.10.23 – 19.00%)		
	CONTINENTAL EUROPE – 2.03% (31.10.23 – 2.47%)		
1,148,186	Legal & General European Index	4,232	1.79
599,278	M&G (Lux) Pan European Smaller Companies ¹	556	0.24
	TOTAL CONTINENTAL EUROPE	<u>4,788</u>	<u>2.03</u>
	UNITED KINGDOM – 5.08% (31.10.23 – 5.90%)		
4,975,216	iShares UK Equity Index	<u>11,990</u>	<u>5.08</u>
	ASIA EX JAPAN – 2.81% (31.10.23 – 3.41% ²)		
2,519,047	iShares Pacific ex Japan Equity Index	<u>6,643</u>	<u>2.81</u>
	JAPAN – 1.14% (31.10.23 – 1.59%)		
887,596	iShares Japan Equity Index	2,511	1.06
148,151	M&G (ACS) Japan Smaller Companies ¹	181	0.08
	TOTAL JAPAN	<u>2,692</u>	<u>1.14</u>
	NORTH AMERICA – 2.93% (31.10.23 – 2.45%)		
847,240	iShares US Equity Index	5,132	2.17
731,721	M&G (ACS) BlackRock Canada Index ¹	826	0.35
892,849	M&G (ACS) BlackRock US RAFI Equity ¹	957	0.41
	TOTAL NORTH AMERICA	<u>6,915</u>	<u>2.93</u>
	AFRICA – 0.86% (31.10.23 – 0.60%)		
4,346,842	M&G SA Equity ¹	<u>2,032</u>	<u>0.86</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EMERGING MARKETS – 2.43% (31.10.23 – 2.58% ²)		
1,387,789	iShares Emerging Markets Equity Index	2,710	1.15
1,626,377	M&G (ACS) China ¹	1,262	0.53
385,110	M&G (ACS) Matthews China Equity ^{1,2}	421	0.18
141,740	M&G Franklin Templeton India Equity ¹	139	0.06
1,250,939	M&G India Equity ¹	1,213	0.51
	TOTAL EMERGING MARKETS	5,745	2.43
	TOTAL EQUITY PORTFOLIOS	40,805	17.28
	EQUITY INVESTMENT INSTRUMENTS – 1.48% (31.10.23 – 1.08%)		
579,486	DP Aircraft I ³	23	0.01
155,282	Ecofin US Renewables Infrastructure Trust ³	43	0.02
3,860,969	Legal & General Global Infrastructure Index	3,350	1.42
146,271	NB Distressed Debt Investment ³	64	0.03
	TOTAL EQUITY INVESTMENT INSTRUMENTS	3,480	1.48
	PROPERTY PORTFOLIOS – 1.63% (31.10.23 – 1.49%)		
38,023	iShares European Property Yield	952	0.40
205,429	iShares UK Property	903	0.38
1,296,337	Legal & General UK Property	1,330	0.56
5,345	M&G European Property ^{1,4}	700	0.29
	TOTAL PROPERTY PORTFOLIOS	3,885	1.63
	BOND PORTFOLIOS – 66.86% (31.10.23 – 67.89%)		
48,867,326	iShares Corporate Bond Index	70,878	30.01
2,047,464	iShares ESG Screened Euro Corporate Bond Index	22,260	9.43
3,616,072	iShares US Corporate Bond Index	38,461	16.29
299,521	M&G (Lux) Asian Corporate Bond ¹	3,341	1.41
943,172	M&G (Lux) Asian Local Currency Bond ¹	9,739	4.12
7,942,631	M&G Emerging Markets Bond ¹	9,343	3.96
2,535,290	M&G Global High Yield Bond ¹	3,863	1.64
	TOTAL BOND PORTFOLIOS	157,885	66.86

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	MONEY MARKETS – 13.60% (31.10.23 – 11.21%)		
32,109,000	M&G (Lux) Sterling Liquidity ¹	32,109	13.60
	FUTURES – (0.42)% (31.10.23 – 0.27%) ⁵		
10	E Mini Russell 2000 Index Futures December 2024	1	–
3	EURO STOXX 50 Index Futures December 2024	(1)	–
13	FTSE 100 Index Futures December 2024	(29)	(0.01)
9	FTSE/JSE Top 40 Futures December 2024	11	–
122	Long Gilt Futures December 2024	(609)	(0.26)
6	S&P 500 E Mini Index Futures December 2024	18	0.01
2	TOPIX Index Futures December 2024	13	0.01
144	US Treasury Note 10 Year Futures December 2024	(394)	(0.17)
	TOTAL FUTURES	(990)	(0.42)
	Portfolio of investments ⁶	237,174	100.43
	Net other liabilities	(1,015)	(0.43)
	Net assets	236,159	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	13,690	Total sales for the year £'000 (note 16)	50,219
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
US Treasury Note 10 Year Futures September 2024	12,778	US Treasury Note 10 Year Futures September 2024	12,778
US Treasury Note 10 Year Futures December 2024	12,509	iShares Corporate Bond Index	12,149
Long Gilt Futures December 2024	12,082	Long Gilt Futures September 2024	11,930
Long Gilt Futures September 2024	11,930	Long Gilt Futures December 2023	9,774
Long Gilt Futures March 2024	9,559	Long Gilt Futures March 2024	9,559
US Treasury Note 10 Year Futures June 2024	8,616	iShares US Corporate Bond Index	9,165
Long Gilt Futures June 2024	8,368	US Treasury Note 10 Year Futures June 2024	8,616
US Treasury Note 10 Year Futures March 2024	7,691	Long Gilt Futures June 2024	8,368
iShares Corporate Bond Index	2,208	US Treasury Note 10 Year Futures March 2024	7,691
S&P 500 E-Mini Index Futures March 2024	1,844	US Treasury Note 10 Year Futures December 2023	6,341

In addition to the above, purchases totalling £30,533,000 and sales totalling £25,740,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		19,043		3,366
Revenue	4	8,817		6,974	
Expenses	5	(444)		(479)	
Interest payable and similar charges	6	<u>(9)</u>		<u>(2)</u>	
Net revenue before taxation		8,364		6,493	
Taxation	7	<u>(53)</u>		<u>(9)</u>	
Net revenue after taxation			<u>8,311</u>		<u>6,484</u>
Total return before distributions			<u>27,354</u>		<u>9,850</u>
Distributions	8		<u>(8,348)</u>		<u>(6,484)</u>
Change in net assets attributable to shareholders from investment activities			<u>19,006</u>		<u>3,366</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			243,653		268,832
Amounts receivable on issue of shares		8,807		15,270	
Amounts payable on redemption of shares		<u>(39,419)</u>		<u>(47,002)</u>	
			(30,612)		(31,732)
Dilution levy	1(H)		7		11
Change in net assets attributable to shareholders from investment activities			19,006		3,366
Retained distributions on Accumulation shares			<u>4,105</u>		<u>3,176</u>
Closing net assets attributable to shareholders			<u>236,159</u>		<u>243,653</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		238,207	245,277
Current assets			
Debtors	9	652	540
Cash and cash equivalents	10	2,758	2,502
Total assets		<u>241,617</u>	<u>248,319</u>
LIABILITIES			
Investment liabilities			
		(1,033)	(673)
Creditors			
Distribution payable	11	(3,750)	(3,052)
Other creditors	11	(675)	(941)
Total liabilities		<u>(5,458)</u>	<u>(4,666)</u>
Net assets attributable to shareholders		<u>236,159</u>	<u>243,653</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

The Fund has satisfied the qualifying investments test of Section 493 of the Corporation Taxes Act 2009, throughout the year. All distributions made are therefore made as gross interest distributions.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	18,063	3,823
Derivative contracts	1,026	(316)
Transaction charges	(4)	(2)
AMC rebates from underlying investments	(9)	-
Currency losses	(33)	(139)
Net capital gains	<u>19,043</u>	<u>3,366</u>

The net capital gains figure includes realised gains of £12,291,000 and unrealised gains of £46,983,000 (31.10.23: includes realised gains of £10,449,000 and unrealised gains of £40,218,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	1,241	1,517
Taxable dividends	3,498	948
Unfranked interest	3,616	4,346
Interest on debt securities	22	–
AMC rebates from underlying investments	275	12
Bank interest	24	57
Revenue from tax transparent funds	104	83
Broker interest	37	11
Total revenue	<u>8,817</u>	<u>6,974</u>

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	383	421
TCFD fees	4	–
	387	421
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	19	20
Safe custody and other bank charges	25	25
	44	45
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	2	2
	13	13
Total expenses	<u>444</u>	<u>479</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	9	2
Total interest payable and similar charges	9	2

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Overseas tax	6	2
Adjustments in respect of prior periods	–	(1)
Tax incurred on tax transparent funds	10	8
Current tax charge	16	9
Deferred tax – origination and reversal of timing differences (note 7c)	37	–
Total taxation (note 7b)	53	9

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	8,364	6,493
Corporation tax at 20%	1,673	1,299

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Effects of:		
Non-taxable dividends	(269)	(320)
Prior year adjustment	–	(1)
Capitalised income subject to tax	35	–
Tax deductible interest distributions	(1,402)	(979)
Tax incurred on tax transparent funds	10	8
Corporation tax charge	47	7
Overseas tax	6	2
Total tax charge (note 7a)	53	9
c) Deferred tax		
Deferred tax charge in the year (note 7a)	37	–
Provision at the end of the year	37	–

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	7,855	6,228
	7,855	6,228
Add: Revenue deducted on redemption of shares	589	449
Deduct: Revenue received on issue of shares	(96)	(193)
Net distributions for the year	8,348	6,484

Details of the distributions per share are set out in the table on pages 241 and 242.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	8,311	6,484
Deferred tax charge in the year	37	-
Net distributions for the year	<u>8,348</u>	<u>6,484</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	66	109
Sales awaiting settlement	484	312
Accrued revenue:		
Non-taxable dividends	-	39
Revenue from tax transparent funds	97	78
	97	117
Taxation recoverable:		
Income tax	5	2
Total debtors	<u>652</u>	<u>540</u>

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	1,059	1,003
Margin account	1,699	1,499
Total cash and cash equivalents	<u>2,758</u>	<u>2,502</u>

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	<u>3,750</u>	<u>3,052</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Other Creditors		
Amounts payable for redemption of shares	498	751
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	32	33
AMC rebates from underlying investments	76	126
TCFD fees	2	-
	110	159
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	6
Transaction charges	1	1
Safe custody and other bank charges	4	4
	7	11
Taxation payable:		
Deferred tax	37	-
Tax incurred on tax transparent funds	9	8
	46	8
Other expenses	12	11
Expenses from tax transparent funds	2	1
Total other creditors	<u>675</u>	<u>941</u>

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), is disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 225 and amounts due at the year end are disclosed in notes 9 and 11.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 6,383,738 (31.10.23: 94,973) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 69,147,405 (31.10.23: 79,021,690) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Prudential plc and its associates 40.98% (31.10.23: 41.36%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	66,682	59,408

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.48%	0.48%	0.00%
Opening shares in issue	2,968,019	75,560	79,021,690
Issues	55,375	-	2,346,806
Redemptions	(384,429)	(28,295)	(12,221,091)
Conversions	(434,952)	-	-
Closing shares in issue	2,204,013	47,265	69,147,405

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.23%	0.23%	0.48%
Opening shares in issue	87,226,929	10,528,335	11,246,229
Issues	2,919,959	801,820	455,594
Redemptions	(12,835,497)	(1,383,231)	(2,208,453)
Conversions	589,683	12,491	(10,340)
Closing shares in issue	<u>77,901,074</u>	<u>9,959,415</u>	<u>9,483,030</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(990)	–

31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(664)	–

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	1,017	404
Hong Kong dollars	40	42
Japanese yen	256	220
South African rand	2,212	1,573
US dollars	554	1,561
Total foreign currency exposure	4,079	3,800
Pounds sterling	232,080	239,853
Net assets	236,159	243,653

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £204,000 on the net assets of the Fund (31.10.23: £190,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund ACDs Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 100.00% of the portfolio can be liquidated within 7 days and 100.00% within 30 days (31.10.23: 84.74% within 5 days and 84.88% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £11,859,000 (31.10.23: £12,230,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	13,690	-	-	13,690
Purchases total	<u>13,690</u>	<u>-</u>	<u>-</u>	<u>13,690</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	50,220	(1)	-	50,219
Sales total	<u>50,220</u>	<u>(1)</u>	<u>-</u>	<u>50,219</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.02% (31.10.23: 0.02%).

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	34,355	1	-	34,356
Purchases total	<u>34,355</u>	<u>1</u>	<u>-</u>	<u>34,356</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Ordinary shares	499	-	-	499
Collective investment schemes	68,023	-	-	68,023
Sales total	<u>68,522</u>	<u>-</u>	<u>-</u>	<u>68,522</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1**FINANCIAL STATEMENTS** continued**NOTES TO THE FINANCIAL STATEMENTS** continued

for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	2,028	235,479	700	238,207
Investment liabilities	(1,033)	-	-	(1,033)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	5,908	239,369	-	245,277
Investment liabilities	(673)	-	-	(673)

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	5.6885	–	5.6885	3.7896
Group 2	5.2856	0.4029	5.6885	3.7896

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.2196	–	4.2196	2.8655
Group 2	4.2196	0.0000	4.2196	2.8655

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.8864	–	4.8864	3.5130
Group 2	4.8864	0.0000	4.8864	3.5130

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.5534	–	4.5534	3.1195
Group 2	2.3709	2.1825	4.5534	3.1195

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 1
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.7030	–	3.7030	2.6006
Group 2	2.0525	1.6505	3.7030	2.6006

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.5629	–	4.5629	3.0399
Group 2	2.2737	2.2892	4.5629	3.0399

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Passive Fund 2 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 10%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 10%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in passive collective investment schemes (e.g. funds which track an index). The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will have a bias towards lower risk assets such as fixed income assets and cash but will always have some exposure to equities. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Passive Fund 2
31 January 2025

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 12.71%, P (Acc) 12.94% and A (Acc) 12.72% produced returns behind the 13.63% sector average for the IA Mixed Investment 20-60% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- M&G Franklin Templeton & M&G (ACS) India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity Fund replaced M&G (ACS) BlackRock US Equity Fund
- M&G European Property Fund was added

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

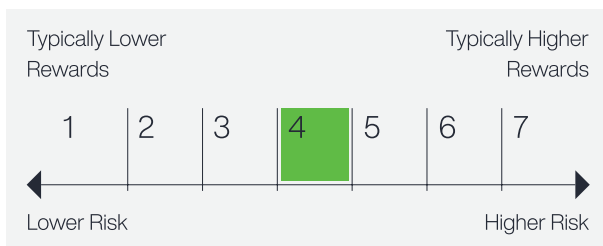
Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 2 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	124.15	120.16	137.88
Return before operating charges*	15.74	4.67	(17.02)
Operating charges	(0.74)	(0.68)	(0.70)
Return after operating charges	15.00	3.99	(17.72)
Distributions	(3.48)	(2.53)	(1.80)
Retained distributions on accumulation shares	3.48	2.53	1.80
Closing net asset value per share	139.15	124.15	120.16
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	12.08%	3.32%	(12.85)%
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OTHER INFORMATION

Closing net asset value (£'000)	1,185	1,070	726
Closing number of shares	851,161	861,925	604,516
Operating charges	0.55% ¹	0.54%	0.54%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	141.47	130.77	141.06
Lowest share price	124.09	120.23	117.27

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	109.61	108.27	126.08
Return before operating charges*	14.22	4.35	(15.18)
Operating charges	(0.62)	(0.59)	(0.65)
Return after operating charges	13.60	3.76	(15.83)
Distributions	(3.34)	(2.42)	(1.98)
Closing net asset value per share	119.87	109.61	108.27
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	12.41%	3.47%	(12.55)%
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OTHER INFORMATION

Closing net asset value (£'000)	-	-	-
Closing number of shares	250	250	250
Operating charges	0.52% ¹	0.52%	0.54%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	125.24	117.89	129.59
Lowest share price	109.56	108.32	107.59

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	97.14	95.98	111.96
Return before operating charges*	12.22	3.63	(14.07)
Operating charges	(0.07)	(0.06)	(0.04)
Return after operating charges	12.15	3.57	(14.11)
Distributions	(3.13)	(2.41)	(1.87)
Closing net asset value per share	106.16	97.14	95.98
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	12.51%	3.72%	(12.60)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,262	6,152	6,301
Closing number of shares	5,899,181	6,333,317	6,564,683
Operating charges	0.07% ¹	0.06%	0.04%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	111.10	104.56	114.46
Lowest share price	97.09	96.02	95.47

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	127.59	123.24	141.20
Return before operating charges*	16.12	4.73	(12.20)
Operating charges	(0.42)	(0.38)	(5.76)
Return after operating charges	15.70	4.35	(17.96)
Distributions	(3.86)	(2.85)	(2.11)
Retained distributions on accumulation shares	3.86	2.85	2.11
Closing net asset value per share	143.29	127.59	123.24
* after direct transaction costs of:	-	-	0.12

PERFORMANCE

Return after charges	12.31%	3.53%	(12.72)%
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OTHER INFORMATION

Closing net asset value (£'000)	172,278	167,535	192,336
Closing number of shares	120,231,469	131,308,331	156,066,453
Operating charges	0.30% ¹	0.29%	0.27%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	145.67	134.19	129.64
Lowest share price	127.53	123.31	107.94

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	110.04	108.72	126.71
Return before operating charges*	13.90	4.17	(16.08)
Operating charges	(0.36)	(0.33)	(0.02)
Return after operating charges	13.54	3.84	(16.10)
Distributions	(3.33)	(2.52)	(1.89)
Closing net asset value per share	120.25	110.04	108.72
* after direct transaction costs of:	-	-	-

PERFORMANCE

Return after charges	12.30%	3.53%	(12.70)%
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OTHER INFORMATION

Closing net asset value (£'000)	11,402	12,898	10,602
Closing number of shares	9,482,075	11,721,202	9,752,046
Operating charges	0.30% ¹	0.29%	0.27%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	125.63	118.38	144.44
Lowest share price	109.98	108.77	120.26

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	125.51	121.47	139.44
Return before operating charges*	15.91	4.73	(17.28)
Operating charges	(0.75)	(0.69)	(0.69)
Return after operating charges	15.16	4.04	(17.97)
Distributions	(3.52)	(2.55)	(1.82)
Retained distributions on accumulation shares	3.52	2.55	1.82
Closing net asset value per share	140.67	125.51	121.47
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	12.08%	3.33%	(12.89)%
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OTHER INFORMATION

Closing net asset value (£'000)	21,774	23,588	28,748
Closing number of shares	15,478,971	18,794,503	23,666,630
Operating charges	0.55% ¹	0.54%	0.52%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	143.01	132.20	142.62
Lowest share price	125.45	121.54	118.55

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Passive Fund 2	12.94	1.52	12.18
IA Mixed Investment 20-60% shares sector ¹	13.63	3.26	14.90

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 275 and 276.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 28.29% (31.10.23 – 30.62%)		
	CONTINENTAL EUROPE – 3.26% (31.10.23 – 3.93%)		
1,688,633	Legal & General European Index	6,224	2.92
779,759	M&G (Lux) Pan European Smaller Companies ¹	724	0.34
	TOTAL CONTINENTAL EUROPE	<u>6,948</u>	<u>3.26</u>
	UNITED KINGDOM – 9.47% (31.10.23 – 10.60%)		
6,704,116	iShares UK Equity Index	16,156	7.59
4,601,027	Legal & General Global Infrastructure Index	3,992	1.88
	TOTAL UNITED KINGDOM	<u>20,148</u>	<u>9.47</u>
	ASIA EX JAPAN – 4.25% (31.10.23 – 5.15% ²)		
3,429,599	iShares Pacific ex Japan Equity Index	<u>9,044</u>	<u>4.25</u>
	JAPAN – 1.91% (31.10.23 – 2.44%)		
1,348,017	iShares Japan Equity Index	3,813	1.79
208,074	M&G (ACS) Japan Smaller Companies ¹	254	0.12
	TOTAL JAPAN	<u>4,067</u>	<u>1.91</u>
	NORTH AMERICA – 4.56% (31.10.23 – 3.79%)		
1,188,972	iShares US Equity Index	7,201	3.38
1,050,690	M&G (ACS) BlackRock Canada Index ¹	1,185	0.56
1,228,687	M&G (ACS) BlackRock US RAFI Equity ¹	1,317	0.62
	TOTAL NORTH AMERICA	<u>9,703</u>	<u>4.56</u>
	AFRICA – 1.31% (31.10.23 – 0.97%)		
5,971,787	M&G SA Equity ¹	<u>2,792</u>	<u>1.31</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EMERGING MARKETS – 3.53% (31.10.23 – 3.74% ²)		
1,695,501	iShares Emerging Markets Equity Index	3,311	1.56
2,237,743	M&G (ACS) China ¹	1,736	0.82
537,885	M&G (ACS) Matthews China Equity ^{1,2}	588	0.28
1,716,640	M&G (ACS) India Equity ¹	1,665	0.78
194,272	M&G Franklin Templeton India Equity ¹	191	0.09
	TOTAL EMERGING MARKETS	7,491	3.53
	TOTAL EQUITY PORTFOLIOS	60,193	28.29
	EQUITY INVESTMENT INSTRUMENTS – 0.03% (31.10.23 – 0.04%)		
177,102	DP Aircraft I ³	7	–
154,419	Ecofin US Renewables Infrastructure Trust ³	43	0.02
25,831	NB Distressed Debt Investment ³	11	0.01
	TOTAL EQUITY INVESTMENT INSTRUMENTS	61	0.03
	PROPERTY PORTFOLIOS – 2.26% (31.10.23 – 2.23%)		
40,885	iShares European Property Yield	1,024	0.48
282,764	iShares UK Property	1,244	0.58
1,703,466	Legal & General UK Property	1,748	0.82
6,238	M&G European Property ^{1,4}	817	0.38
	TOTAL PROPERTY PORTFOLIOS	4,833	2.26
	BOND PORTFOLIOS – 56.84% (31.10.23 – 57.32%)		
37,014,958	iShares Corporate Bond Index	53,687	25.22
1,487,445	iShares ESG Screened Euro Corporate Bond Index	16,172	7.60
2,720,980	iShares US Corporate Bond Index	28,940	13.59
734,884	M&G (Lux) Asian Local Currency Bond ¹	7,589	3.57
225,455	M&G (Lux) Global ¹	2,515	1.18
6,574,139	M&G Emerging Markets Bond ¹	7,733	3.63
2,867,553	M&G Global High Yield Bond ¹	4,369	2.05
	TOTAL BOND PORTFOLIOS	121,005	56.84

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	MONEY MARKET DEPOSITS – 12.32% (31.10.23 – 9.74%)		
26,237,000	M&G (Lux) Sterling Liquidity ¹	26,237	12.32
	FUTURES – (0.36)% (31.10.23 – (0.28)%) ⁵		
14	E Mini Russell 2000 Index Futures December 2024	1	–
6	EURO STOXX 50 Index Futures December 2024	(2)	–
17	FTSE 100 Index Futures December 2024	(37)	(0.02)
12	FTSE/JSE Top 40 Futures December 2024	15	0.01
92	Long Gilt Futures December 2024	(459)	(0.22)
6	S&P 500 E Mini Index Futures December 2024	18	0.01
1	TOPIX Index Futures December 2024	6	–
109	US Treasury Note 10 Year Futures December 2024	(298)	(0.14)
	TOTAL FUTURES	(756)	(0.36)
	Portfolio of investments ⁶	211,573	99.38
	Net other assets	1,328	0.62
	Net assets	212,901	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	18,069	Total sales for the year £'000 (note 16)	46,047
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
US Treasury Note 10 Year Futures September 2024	9,689	US Treasury Note 10 Year Futures September 2024	9,689
US Treasury Note 10 Year Futures December 2024	9,468	Long Gilt Futures September 2024	8,923
Long Gilt Futures December 2024	9,111	Long Gilt Futures December 2023	7,401
Long Gilt Futures September 2024	8,923	Long Gilt Futures March 2024	7,265
Long Gilt Futures March 2024	7,265	iShares US Corporate Bond Index	7,029
US Treasury Note 10 Year Futures June 2024	6,701	US Treasury Note 10 Year Futures June 2024	6,701
Long Gilt Futures June 2024	6,325	Long Gilt Futures June 2024	6,325
US Treasury Note 10 Year Futures March 2024	5,791	iShares UK Equity Index	6,120
iShares US Corporate Bond Index	2,733	iShares US Corporate Bond Index	6,092
S&P 500 E Mini Index Futures March 2024	1,844	US Treasury Note 10 Year Futures March 2024	5,791

In addition to the above, purchases totalling £26,378,000 and sales totalling £20,712,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		18,983		3,898
Revenue	4	7,574		6,507	
Expenses	5	(600)		(656)	
Interest payable and similar charges	6	(20)		(1)	
Net revenue before taxation		6,954		5,850	
Taxation	7	(1,106)		(753)	
Net revenue after taxation			5,848		5,097
Total return before distributions			24,831		8,995
Distributions	8		(5,899)		(5,097)
Change in net assets attributable to shareholders from investment activities			18,932		3,898

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			211,243		238,713
Amounts receivable on issue of shares		11,792		10,137	
Amounts payable on redemption of shares		<u>(34,284)</u>		<u>(45,764)</u>	
			(22,492)		(35,627)
Dilution levy	1(H)		7		10
Change in net assets attributable to shareholders from investment activities			18,932		3,898
Retained distributions on Accumulation shares			<u>5,211</u>		<u>4,249</u>
Closing net assets attributable to shareholders			<u>212,901</u>		<u>211,243</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

BALANCE SHEET

as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		212,369	211,140
Current assets			
Debtors	9	570	179
Cash and cash equivalents	10	2,292	2,502
Total assets		<u>215,231</u>	<u>213,821</u>
LIABILITIES			
Investment liabilities			
		(796)	(613)
Creditors			
Distribution payable	11	(500)	(448)
Other creditors	11	(1,034)	(1,517)
Total liabilities		<u>(2,330)</u>	<u>(2,578)</u>
Net assets attributable to shareholders		<u>212,901</u>	<u>211,243</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	17,936	3,964
Derivative contracts	1,085	14
Transaction charges	(4)	(2)
Currency losses	(34)	(78)
Net capital gains	<u>18,983</u>	<u>3,898</u>

The net capital gains figure includes realised gains of £9,411,000 and unrealised gains of £36,034,000 (31.10.23: includes realised gains of £7,881,000 and unrealised gains of £26,458,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	1,649	2,050
Taxable dividends	5,384	3,435
Unfranked interest	36	842
AMC rebates from underlying investments	314	14
Bank interest	46	56
Revenue from tax transparent funds	145	110
Total revenue	<u>7,574</u>	<u>6,507</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	540	600
TCFD fees	4	–
	544	600
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	18	19
Safe custody and other bank charges	24	24
	42	43
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	3	2
	14	13
Total expenses	<u>600</u>	<u>656</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	<u>20</u>	<u>1</u>
Total interest payable and similar charges	<u>20</u>	<u>1</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	1,033	739
Overseas tax	8	3
Adjustments in respect of prior periods	1	1
Tax incurred on tax transparent funds	14	10
Current tax charge	1,056	753
Deferred tax – origination and reversal of timing differences (note 7c)	50	–
Total taxation (note 7b)	1,106	753

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	6,954	5,850
Corporation tax at 20%	1,391	1,170
Effects of:		
Non-taxable dividends	(358)	(431)
Capitalised income subject to tax	50	–
Corporation tax: adjustment in respect of prior years	1	1
Tax incurred on tax transparent funds	14	10
Corporation tax charge	1,096	750
Overseas tax	8	3
Total tax charge (note 7a)	1,106	753
c) Deferred tax		
Deferred tax charge in the year (note 7a)	50	–
Provision at the end of the year	50	–

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	5,711	4,697
	<u>5,711</u>	<u>4,697</u>
Add: Revenue deducted on redemption of shares	376	463
Deduct: Revenue received on issue of shares	(188)	(63)
Net distributions for the year	<u>5,899</u>	<u>5,097</u>

Details of the distributions per share are set out in the table on pages 275 and 276.

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	5,849	5,097
Allocations to capital:		
Deferred tax on offshore funds	50	-
Net distributions for the year	<u>5,899</u>	<u>5,097</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	407	79
Accrued revenue:		
AMC rebates from underlying investments	25	-
Revenue from tax transparent funds	134	100
	159	100
Taxation recoverable:		
Income tax	4	-
Total debtors	<u>570</u>	<u>179</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	924	1,162
Margin account	1,368	1,340
Total cash and cash equivalents	<u>2,292</u>	<u>2,502</u>

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	<u>500</u>	<u>448</u>
Other Creditors		
Amounts payable for redemption of shares	347	902
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	46	46
AMC rebates from underlying investments	–	89
TCFD fees	3	–
	49	135
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	6
Transaction charges	1	1
Safe custody and other bank charges	4	4
	7	11
Taxation payable:		
Corporation tax	555	447
Deferred tax	50	–
Tax incurred on tax transparent funds	13	9
	618	456

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Other expenses	11	11
Expenses from tax transparent funds	2	2
Total other creditors	<u>1,034</u>	<u>1,517</u>

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 260 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 10,572,175 (31.10.23: 165,381) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 5,899,181 (31.10.23: 6,333,317) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholders held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited	20.92% (31.10.23: 54.02%)
WMUK and its associates	25.66% (31.10.23: 0.10%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	<u>59,712</u>	<u>50,068</u>

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.48%	0.48%	0.00%
Opening shares in issue	861,925	250	6,333,317
Issues	58,287	–	765,701
Redemptions	(69,051)	–	(1,199,837)
Conversions	–	–	–
Closing shares in issue	<u>851,161</u>	<u>250</u>	<u>5,899,181</u>

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.23%	0.23%	0.48%
Opening shares in issue	131,308,331	11,721,202	18,794,503
Issues	6,883,372	699,206	426,301
Redemptions	(17,975,323)	(2,938,333)	(3,726,472)
Conversions	15,089	–	(15,361)
Closing shares in issue	<u>120,231,469</u>	<u>9,482,075</u>	<u>15,478,971</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(756)	-
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(605)	-

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	1,079	234
Hong Kong dollars	40	42
Japanese yen	147	231
South African rand	2,952	2,169
US dollars	442	1,883
Total foreign currency exposure	4,660	4,559
Pounds sterling	208,241	206,684
Net assets	212,901	211,243

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £233,000 on the net assets of the Fund (31.10.23: £228,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 0.99:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 98.70% of the portfolio can be liquidated within 7 days and 99.01% within 30 days (31.10.23: 86.14% within 5 days and 86.48% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £10,579,000 (31.10.23: £10,526,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	18,069	-	-	18,069
Purchases total	18,069	-	-	18,069
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	46,048	(1)	-	46,047
Sales total	46,048	(1)	-	46,047
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.02% (31.10.23: 0.03%).

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	34,861	1	-	34,862
Purchases total	<u>34,861</u>	<u>1</u>	<u>-</u>	<u>34,862</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Ordinary shares	69	-	-	69
Collective investment schemes	67,999	-	-	67,999
Sales total	<u>68,068</u>	<u>-</u>	<u>-</u>	<u>68,068</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	2,369	209,183	817	212,369
Investment liabilities	(796)	-	-	(796)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	4,496	206,644	-	211,140
Investment liabilities	(613)	-	-	(613)

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.4792	–	3.4792	2.5271
Group 2	1.7739	1.7053	3.4792	2.5271

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.3440	–	3.3440	2.4200
Group 2	3.3440	0.0000	3.3440	2.4200

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.1337	–	3.1337	2.4112
Group 2	1.7871	1.3466	3.1337	2.4112

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.8566	–	3.8566	2.8538
Group 2	1.8300	2.0266	3.8566	2.8538

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 2
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.3264	–	3.3264	2.5169
Group 2	1.6300	1.6964	3.3264	2.5169

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.5167	–	3.5167	2.5540
Group 2	1.6984	1.8183	3.5167	2.5540

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Passive Fund 3 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 12%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 12%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in passive collective investment schemes (e.g. funds which track an index). The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will be balanced between lower risk assets, such as fixed income assets and cash, and higher risk assets, such as equities. From time to time, however, the Fund may have a higher exposure to either higher risk or lower risk assets with the aim of meeting the Fund's objective. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Passive Fund 3
31 January 2025

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 14.01%, P (Acc) 14.23% and A (Acc) 14.01% produced returns ahead of 13.63% sector average for the IA Mixed Investment 20-60% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity Fund replaced M&G (ACS) BlackRock US Equity
- M&G European Property Fund was added

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

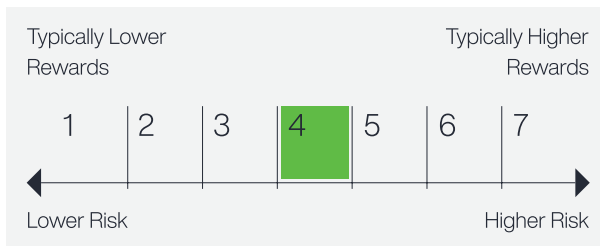
Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 3 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	184.35	177.33	201.37
Return before operating charges*	25.92	8.03	(23.02)
Operating charges	(1.09)	(1.01)	(1.02)
Return after operating charges	24.83	7.02	(24.04)
Distributions	(5.18)	(3.99)	(2.97)
Retained distributions on accumulation shares	5.18	3.99	2.97
Closing net asset value per share	209.18	184.35	177.33
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.47%	3.96%	(11.94)%
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OTHER INFORMATION

Closing net asset value (£'000)	5,298	8,635	9,904
Closing number of shares	2,532,230	4,683,909	5,585,182
Operating charges	0.54% ¹	0.54%	0.53%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	212.94	194.37	206.14
Lowest share price	184.28	177.47	173.32

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	138.54	136.21	157.24
Return before operating charges*	19.47	6.18	(17.91)
Operating charges	(0.82)	(0.78)	(0.80)
Return after operating charges	18.65	5.40	(18.71)
Distributions	(3.89)	(3.07)	(2.32)
Closing net asset value per share	153.30	138.54	136.21
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.46%	3.96%	(11.90)%
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OTHER INFORMATION

Closing net asset value (£'000)	79	144	296
Closing number of shares	51,773	104,160	217,191
Operating charges	0.54% ¹	0.54%	0.53%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	160.02	149.30	161.09
Lowest share price	138.48	136.31	135.40

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	138.15	135.84	156.86
Return before operating charges*	19.30	6.02	(18.04)
Operating charges	(0.09)	(0.09)	(0.08)
Return after operating charges	19.21	5.93	(18.12)
Distributions	(4.47)	(3.62)	(2.90)
Closing net asset value per share	152.89	138.15	135.84
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.91%	4.37%	(11.55)%
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OTHER INFORMATION

Closing net asset value (£'000)	77,217	76,837	79,876
Closing number of shares	50,505,778	55,618,885	58,800,375
Operating charges	0.06% ¹	0.06%	0.05%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	160.16	149.05	160.80
Lowest share price	138.09	135.94	135.58

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	143.72	137.97	156.28
Return before operating charges*	20.14	6.17	(17.89)
Operating charges	(0.46)	(0.42)	(0.42)
Return after operating charges	19.68	5.75	(18.31)
Distributions	(4.36)	(3.40)	(2.61)
Retained distributions on accumulation shares	4.36	3.40	2.61
Closing net asset value per share	163.40	143.72	137.97
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.69%	4.17%	(11.72)%
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OTHER INFORMATION

Closing net asset value (£'000)	341,352	329,820	359,007
Closing number of shares	208,900,952	229,489,540	260,211,414
Operating charges	0.29% ¹	0.29%	0.28%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	166.33	151.31	160.17
Lowest share price	143.67	138.08	134.83

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	116.91	114.95	132.67
Return before operating charges*	16.39	5.14	(15.14)
Operating charges	(0.37)	(0.35)	(0.36)
Return after operating charges	16.02	4.79	(15.50)
Distributions	(3.55)	(2.83)	(2.22)
Closing net asset value per share	129.38	116.91	114.95
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.70%	4.17%	(11.68)%
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OTHER INFORMATION

Closing net asset value (£'000)	14,266	19,675	20,383
Closing number of shares	11,026,304	16,828,958	17,731,864
Operating charges	0.29% ¹	0.29%	0.28%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	135.30	126.07	136.07
Lowest share price	116.87	115.04	114.51

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3 ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	164.25	157.99	179.38
Return before operating charges*	23.09	7.16	(20.48)
Operating charges	(0.97)	(0.90)	(0.91)
Return after operating charges	22.12	6.26	(21.39)
Distributions	(4.61)	(3.56)	(2.65)
Retained distributions on accumulation shares	4.61	3.56	2.65
Closing net asset value per share	186.37	164.25	157.99
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.47%	3.96%	(11.92)%
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OTHER INFORMATION

Closing net asset value (£'000)	40,816	41,934	47,455
Closing number of shares	21,899,930	25,530,015	30,035,920
Operating charges	0.54% ¹	0.54%	0.53%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	189.72	173.18	183.69
Lowest share price	164.19	158.12	154.42

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Passive Fund 3	14.23	4.61	17.82
IA Mixed Investment 20-60% shares sector ¹	13.63	3.26	14.90

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 311 and 312.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

 Holding 	 Portfolio of Investments 	 Value £'000 	 31.10.24 %
	EQUITY PORTFOLIOS – 36.95% (31.10.23 – 40.20%)		
	CONTINENTAL EUROPE – 4.44% (31.10.23 – 5.53%)		
5,134,051	Legal & General European Index	18,924	3.95
2,544,535	M&G (Lux) Pan European Smaller Companies ¹	2,362	0.49
	TOTAL CONTINENTAL EUROPE	<u>21,286</u>	<u>4.44</u>
	UNITED KINGDOM – 10.74% (31.10.23 – 12.80%)		
21,355,809	iShares UK Equity Index	<u>51,466</u>	<u>10.74</u>
	ASIA EX JAPAN – 5.94% (31.10.23 – 7.03% ²)		
10,787,441	iShares Pacific Ex Japan Equity Index	<u>28,447</u>	<u>5.94</u>
	JAPAN – 2.65% (31.10.23 – 3.08%)		
3,860,428	iShares Japan Equity Index	10,919	2.28
1,433,175	M&G (ACS) Japan Smaller Companies ¹	1,752	0.37
	TOTAL JAPAN	<u>12,671</u>	<u>2.65</u>
	NORTH AMERICA – 6.48% (31.10.23 – 5.31%)		
3,806,988	iShares US Equity Index	23,058	4.81
3,342,997	M&G (ACS) BlackRock Canada Index ¹	3,772	0.79
3,919,423	M&G (ACS) BlackRock US RAFI Equity ¹	4,203	0.88
	TOTAL NORTH AMERICA	<u>31,033</u>	<u>6.48</u>
	AFRICA – 1.88% (31.10.23 – 1.31%)		
19,232,797	M&G SA Equity ¹	<u>8,990</u>	<u>1.88</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EMERGING MARKETS – 4.82% (31.10.23 – 5.14% ²)		
5,012,371	iShares Emerging Markets Equity Index	9,787	2.04
7,146,982	M&G (ACS) China ¹	5,546	1.16
1,689,886	M&G (ACS) Matthews China Equity ^{1,2}	1,846	0.38
622,746	M&G Franklin Templeton India Equity ¹	612	0.13
5,490,210	M&G India Equity ¹	5,326	1.11
	TOTAL EMERGING MARKETS	23,117	4.82
	TOTAL EQUITY PORTFOLIOS	177,010	36.95
	EQUITY INVESTMENT INSTRUMENTS – 2.51% (31.10.23 – 2.13%)		
746,531	DP Aircraft I ³	29	0.01
372,574	Ecofin US Renewables Infrastructure Trust ³	104	0.02
13,605,832	Legal & General Global Infrastructure Index	11,806	2.47
143,581	NB Distressed Debt Investment ³	63	0.01
	TOTAL EQUITY INVESTMENT INSTRUMENTS	12,002	2.51
	PROPERTY PORTFOLIOS – 2.27% (31.10.23 – 1.67%)		
812,317	iShares UK Property	3,573	0.75
4,939,316	Legal & General UK Property	5,068	1.06
16,914	M&G European Property ^{1,4}	2,216	0.46
	TOTAL PROPERTY PORTFOLIOS	10,857	2.27
	BOND PORTFOLIOS – 47.54% (31.10.23 – 47.18%)		
67,452,138	iShares Corporate Bond Index	97,834	20.42
2,593,403	iShares ESG Screened Euro Corporate Bond Index	28,195	5.89
132,008	iShares European Property Yield	3,305	0.69
5,006,194	iShares US Corporate Bond Index	53,246	11.12
423,671	M&G (Lux) Asian Corporate Bond ¹	4,726	0.99

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

ACD'S REPORT continued

PORTFOLIO STATEMENT continued

as at 31 October 2024

		Value £'000	31.10.24 %
	Portfolio of Investments		
1,328,828	M&G (Lux) Asian Local Currency Bond ¹	13,722	2.86
13,436,670	M&G Emerging Markets Bond ¹	15,805	3.30
7,134,274	M&G Global High Yield Bond ¹	10,869	2.27
	TOTAL BOND PORTFOLIOS	<u>227,702</u>	<u>47.54</u>
	MONEY MARKETS – 10.94% (31.10.23 – 9.17%)		
52,410,000	M&G (Lux) Sterling Liquidity ¹	<u>52,410</u>	<u>10.94</u>
	FUTURES – (0.31)% (31.10.23 – (0.30)%) ⁵		
44	E Mini Russell 2000 Index Futures December 2024	4	–
27	EURO STOXX 50 Index Futures December 2024	(10)	(0.01)
51	FTSE 100 Index Futures December 2024	(112)	(0.03)
38	FTSE/JSE Top 40 Futures December 2024	47	0.01
172	Long Gilt Futures December 2024	(859)	(0.18)
15	S&P 500 E Mini Index Futures December 2024	44	0.01
7	TOPIX Index Futures December 2024	45	0.01
208	US Treasury Note 10 Year Futures December 2024	(569)	(0.12)
	TOTAL FUTURES	<u>(1,410)</u>	<u>(0.31)</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	Portfolio of investments ⁶	478,571	99.90
	Net other assets	457	0.10
	Net assets	<u>479,028</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	49,243	Total sales for the year £'000 (note 16)	115,226
Major purchases	Cost £'000	Major sales	Proceeds £'000
US Treasury Note 10 Year Futures September 2024	18,507	iShares UK Equity Index	19,366
US Treasury Note 10 Year Futures December 2024	18,068	US Treasury Note 10 Year Futures September 2024	18,507
Long Gilt Futures December 2024	17,034	Long Gilt Futures September 2024	16,779
Long Gilt Futures September 2024	16,779	iShares Pacific Ex Japan Equity Index	15,454
Long Gilt Futures March 2024	14,052	Long Gilt Futures December 2023	14,803
US Treasury Note 10 Year Futures June 2024	13,837	Long Gilt Futures March 2024	14,052
Long Gilt Futures June 2024	12,065	US Treasury Note 10 Year Futures June 2024	13,837
US Treasury Note 10 Year Futures March 2024	11,151	Long Gilt Futures June 2024	12,065
iShares Corporate Bond Index	5,655	iShares US Corporate Bond Index	12,017
M&G India Equity	5,541	US Treasury Note 10 Year Futures March 2024	11,151

In addition to the above, purchases totalling £67,172,000 and sales totalling £58,494,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3 FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		49,233		10,687
Revenue	4	16,722		14,643	
Expenses	5	(1,146)		(1,234)	
Interest payable and similar charges	6	(40)		(6)	
Net revenue before taxation		15,536		13,403	
Taxation	7	(2,220)		(1,426)	
Net revenue after taxation			13,316		11,977
Total return before distributions			62,549		22,664
Distributions	8		(13,478)		(11,979)
Change in net assets attributable to shareholders from investment activities			49,071		10,685

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			477,045		516,921
Amounts receivable on issue of shares		17,324		17,960	
Amounts payable on redemption of shares		<u>(74,673)</u>		<u>(77,439)</u>	
			(57,349)		(59,479)
Dilution levy	1(H)		16		17
Change in net assets attributable to shareholders from investment activities			49,071		10,685
Retained distributions on Accumulation shares			<u>10,245</u>		<u>8,901</u>
Closing net assets attributable to shareholders			<u>479,028</u>		<u>477,045</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		480,121	478,779
Current assets			
Debtors	9	619	761
Cash and cash equivalents	10	4,867	4,849
Total assets		<u>485,607</u>	<u>484,389</u>
LIABILITIES			
Investment liabilities			
		(1,550)	(1,464)
Creditors			
Distribution payable	11	(2,652)	(2,492)
Other creditors	11	(2,377)	(3,388)
Total liabilities		<u>(6,579)</u>	<u>(7,344)</u>
Net assets attributable to shareholders		<u>479,028</u>	<u>477,045</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	46,318	10,450
Derivative contracts	2,943	545
Transaction charges	(5)	(2)
Currency losses	(23)	(306)
Net capital gains	<u>49,233</u>	<u>10,687</u>

The net capital gains figure includes realised gains of £21,581,000 and unrealised gains of £75,561,000 (31.10.23: includes realised gains of £16,983,000 and unrealised gains of £47,904,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	5,138	6,091
Taxable dividends	4,877	1,217
Unfranked interest	5,428	6,837
AMC rebates from underlying investments	674	38
Bank interest	69	101
Revenue from tax transparent funds	487	335
Broker interest	49	24
Total revenue	<u>16,722</u>	<u>14,643</u>

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,055	1,148
TCFD fees	4	-
	1,059	1,148
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fees	34	36
Safe custody and other bank charges	33	32
	67	68
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	9	7
	20	18
Total expenses	<u>1,146</u>	<u>1,234</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	40	6
Total interest payable and similar charges	40	6

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	1,984	1,397
Overseas tax	24	12
Adjustments in respect of prior periods	2	(14)
Tax incurred on tax transparent funds	48	31
Current tax charge	2,058	1,426
Deferred tax – origination and reversal of timing differences (note 7c)	162	–
Total taxation (note 7b)	2,220	1,426

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	15,536	13,403
Corporation tax at 20%	3,107	2,681
Effects of:		
Non-taxable dividends	(1,123)	(1,284)
Capitalised income subject to tax	162	–
Corporation tax: adjustments in respect of prior years	2	(14)
Tax incurred on tax transparent funds	48	31
Corporation tax charge	2,196	1,414

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Overseas tax	24	12
Total tax charge (note 7a)	<u>2,220</u>	<u>1,426</u>
c) Deferred tax		
Deferred tax charge in the year (note 7a)	162	-
Provision at the end of the year	<u>162</u>	<u>-</u>

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	12,897	11,394
	<u>12,897</u>	<u>11,394</u>
Add: Revenue deducted on redemption of shares	780	783
Deduct: Revenue received on issue of shares	<u>(199)</u>	<u>(198)</u>
Net distributions for the year	<u>13,478</u>	<u>11,979</u>

Details of the distributions per share are set out in the table on pages 311 and 312.

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	13,316	11,977
Allocations to capital:		
Deferred tax on offshore funds	162	-
Equalisation on conversions ¹	<u>-</u>	<u>2</u>
Net distributions for the year	<u>13,478</u>	<u>11,979</u>

¹ Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	99	450
Accrued revenue:		
AMC rebates from underlying investments	58	–
Revenue from tax transparent funds	450	305
	508	305
Taxation recoverable:		
Income tax	12	6
Total debtors	<u>619</u>	<u>761</u>

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	2,018	1,685
Margin account	2,849	3,164
Total cash and cash equivalents	<u>4,867</u>	<u>4,849</u>

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	<u>2,652</u>	<u>2,492</u>
Other Creditors		
Amounts payable for redemption of shares	979	2,250

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	90	90
AMC rebates from underlying investments	–	143
TCFD fees	2	–
	92	233
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	3	12
Transaction charges	1	1
Safe custody and other bank charges	5	5
	9	18
Taxation payable:		
Corporation tax	1,072	843
Deferred tax	162	–
Tax incurred on tax transparent funds	44	28
	1,278	871
Other expenses	11	11
Expenses from tax transparent funds	8	5
Total other creditors	<u>2,377</u>	<u>3,388</u>

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 295 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 18,031,652 (31.10.23: 277,988) of the Fund's shares at the balance sheet date.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 50,505,778 (31.10.23: 55,618,885) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited and its associates 47.56% (31.10.23: 42.50%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	134,157	111,237

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.48%	0.48%	0.00%
Opening shares in issue	4,683,909	104,160	55,618,885
Issues	24,213	408	3,832,484
Redemptions	(502,063)	(5,976)	(8,945,591)
Conversions	(1,673,829)	(46,819)	-
Closing shares in issue	<u>2,532,230</u>	<u>51,773</u>	<u>50,505,778</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.23%	0.23%	0.48%
Opening shares in issue	229,489,540	16,828,958	25,530,015
Issues	5,830,671	821,410	787,641
Redemptions	(29,288,590)	(6,679,542)	(3,785,691)
Conversions	<u>2,869,331</u>	<u>55,478</u>	<u>(632,035)</u>
Closing shares in issue	<u>208,900,952</u>	<u>11,026,304</u>	<u>21,899,930</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(1,410)	-

31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(1,446)	-

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	2,875	542
Hong Kong dollars	40	41
Japanese yen	562	412
South African rand	9,418	6,513
US dollars	1,081	5,583
Total foreign currency exposure	<u>13,976</u>	<u>13,091</u>
Pounds sterling	<u>465,052</u>	<u>463,954</u>
Net assets	<u>479,028</u>	<u>477,045</u>

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £699,000 on the net assets of the Fund (31.10.23: £655,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a Fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 97.85% of the portfolio can be liquidated within 7 days and 98.10% within 30 days (31.10.23: 86.92% within 5 days and 88.08% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £23,929,000 (31.10.23: £23,866,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	49,243	-	-	49,243
Purchases total	49,243	-	-	49,243
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	115,229	(3)	-	115,226
Sales total	115,229	(3)	-	115,226
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.04% (31.10.23: 0.03%).

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	80,562	2	-	80,564
Purchases total	<u>80,562</u>	<u>2</u>	<u>-</u>	<u>80,564</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Ordinary shares	165	-	-	165
Collective investment schemes	132,876	(1)	-	132,875
Sales total	<u>133,041</u>	<u>(1)</u>	<u>-</u>	<u>133,040</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	7,151	470,754	2,216	480,121
Investment liabilities	(1,550)	-	-	(1,550)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	13,002	465,777	-	478,779
Investment liabilities	(1,464)	-	-	(1,464)

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	5.1822	–	5.1822	3.9913
Group 2	2.0162	3.1660	5.1822	3.9913

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.8944	–	3.8944	3.0661
Group 2	2.2209	1.6735	3.8944	3.0661

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	4.4724	–	4.4724	3.6183
Group 2	3.4885	0.9839	4.4724	3.6183

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.3579	–	4.3579	3.4017
Group 2	2.4284	1.9295	4.3579	3.4017

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 3
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.5451	–	3.5451	2.8344
Group 2	2.1602	1.3849	3.5451	2.8344

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.6146	–	4.6146	3.5562
Group 2	2.2243	2.3903	4.6146	3.5562

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Passive Fund 4 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 14.5%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 14.5%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in passive collective investment schemes (e.g. funds which track an index). The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will have a bias towards higher risk assets, such as equities. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Passive Fund 4
31 January 2025

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 15.43%, P (Acc) 15.66% and A (Acc) 15.42% produced returns behind the 16.71% sector average for the IA Mixed Investment 40-85% shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity Fund replaced M&G (ACS) BlackRock US Equity Tracker Fund
- M&G European Property Fund was added

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

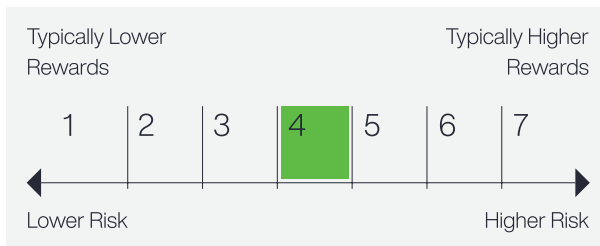
Portfolio Manager
6 December 2024

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 4 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	140.88	134.75	150.88
Return before operating charges*	21.71	6.92	(15.33)
Operating charges	(0.86)	(0.79)	(0.80)
Return after operating charges	20.85	6.13	(16.13)
Distributions	(3.90)	(3.19)	(2.47)
Retained distributions on accumulation shares	3.90	3.19	2.47
Closing net asset value per share	161.73	140.88	134.75
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	14.80%	4.55%	(10.69)%
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OTHER INFORMATION

Closing net asset value (£'000)	269	247	178
Closing number of shares	166,454	174,952	132,221
Operating charges	0.55% ¹	0.55%	0.55%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	164.83	148.73	155.04
Lowest share price	140.84	134.91	131.90

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	123.20	120.54	137.44
Return before operating charges*	18.70	6.38	(13.54)
Operating charges	(0.29)	(0.67)	(0.73)
Return after operating charges	18.41	5.71	(14.27)
Distributions	(3.54)	(3.05)	(2.63)
Closing net asset value per share	138.07	123.20	120.54
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	14.94%	4.74%	(10.38)%
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OTHER INFORMATION

Closing net asset value (£'000)	-	-	-
Closing number of shares	250	250	250
Operating charges	0.52% ¹	0.52%	0.55%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	144.33	133.10	141.51
Lowest share price	123.16	120.66	120.53

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	104.64	102.41	116.94
Return before operating charges*	16.02	5.16	(12.11)
Operating charges	(0.08)	(0.08)	(0.07)
Return after operating charges	15.94	5.08	(12.18)
Distributions	(3.35)	(2.85)	(2.35)
Closing net asset value per share	117.23	104.64	102.41
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	15.23%	4.96%	(10.42)%
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OTHER INFORMATION

Closing net asset value (£'000)	11,065	10,644	10,744
Closing number of shares	9,438,965	10,172,040	10,491,530
Operating charges	0.07% ¹	0.07%	0.06%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	122.87	113.15	120.01
Lowest share price	104.60	102.52	102.52

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	145.25	138.64	154.95
Return before operating charges*	22.30	7.05	(15.88)
Operating charges	(0.48)	(0.44)	(0.43)
Return after operating charges	21.82	6.61	(16.31)
Distributions	(4.35)	(3.58)	(2.84)
Retained distributions on accumulation shares	4.35	3.58	2.84
Closing net asset value per share	167.07	145.25	138.64
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	15.02%	4.77%	(10.53)%
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OTHER INFORMATION

Closing net asset value (£'000)	182,379	163,639	156,680
Closing number of shares	109,163,889	112,662,334	113,010,022
Operating charges	0.30% ¹	0.30%	0.29%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	170.26	153.11	159.21
Lowest share price	145.20	138.81	135.70

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	123.43	120.79	137.78
Return before operating charges*	18.94	6.15	(14.08)
Operating charges	(0.41)	(0.39)	(0.39)
Return after operating charges	18.53	5.76	(14.47)
Distributions	(3.70)	(3.12)	(2.52)
Closing net asset value per share	138.26	123.43	120.79
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	15.01%	4.77%	(10.50)%
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OTHER INFORMATION

Closing net asset value (£'000)	5,407	6,903	6,330
Closing number of shares	3,910,840	5,592,834	5,240,248
Operating charges	0.30% ¹	0.30%	0.29%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	144.68	133.39	141.63
Lowest share price	123.39	120.92	120.69

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	142.87	136.65	153.02
Return before operating charges*	22.01	7.02	(15.57)
Operating charges	(0.87)	(0.80)	(0.80)
Return after operating charges	21.14	6.22	(16.37)
Distributions	(3.96)	(3.23)	(2.50)
Retained distributions on accumulation shares	3.96	3.23	2.50
Closing net asset value per share	164.01	142.87	136.65
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	14.80%	4.55%	(10.70)%
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OTHER INFORMATION

Closing net asset value (£'000)	16,910	15,750	17,387
Closing number of shares	10,309,839	11,023,598	12,723,859
Operating charges	0.55% ¹	0.55%	0.54%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	167.15	150.83	157.21
Lowest share price	142.83	136.81	133.76

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Passive Fund 4	15.66	7.92	23.55
IA Mixed Investment 40-85% shares sector ¹	16.71	6.41	26.72

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on page 346 and 347.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 47.24% (31.10.23 – 51.11%)		
	CONTINENTAL EUROPE – 5.76% (31.10.23 – 7.21%)		
3,029,709	Legal & General European Index	11,168	5.17
1,361,194	M&G (Lux) Pan European Smaller Companies ¹	1,263	0.59
	TOTAL CONTINENTAL EUROPE	12,431	5.76
	UNITED KINGDOM – 13.74% (31.10.23 – 16.30%)		
12,317,986	iShares UK Equity Index	29,685	13.74
	ASIA EX JAPAN – 7.59% (31.10.23 – 8.94% ²)		
6,219,838	iShares Pacific ex Japan Equity Index	16,402	7.59
	JAPAN – 3.39% (31.10.23 – 4.03%)		
2,299,908	iShares Japan Equity Index	6,505	3.01
674,472	M&G (ACS) Japan Smaller Companies ¹	825	0.38
	TOTAL JAPAN	7,330	3.39
	NORTH AMERICA – 8.30% (31.10.23 – 6.85%)		
2,238,670	iShares US Equity Index	13,559	6.28
1,732,717	M&G (ACS) BlackRock Canada Index ¹	1,955	0.90
2,265,907	M&G (ACS) BlackRock US RAFI Equity ¹	2,430	1.12
	TOTAL NORTH AMERICA	17,944	8.30
	AFRICA – 2.41% (31.10.23 – 1.63%)		
11,125,907	M&G SA Equity ¹	5,201	2.41

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EMERGING MARKETS – 6.05% (31.10.23 – 6.15% ²)		
2,777,035	iShares Emerging Markets Equity Index	5,422	2.51
4,094,094	M&G (ACS) China ¹	3,177	1.47
978,946	M&G (ACS) Matthews China Equity ^{1,2}	1,069	0.49
357,774	M&G Franklin Templeton India Equity ¹	352	0.16
3,168,642	M&G India Equity ¹	3,074	1.42
	TOTAL EMERGING MARKETS	13,094	6.05
	TOTAL EQUITY PORTFOLIOS	102,087	47.24
	EQUITY INVESTMENT INSTRUMENTS – 2.96% (31.10.23 – 2.54%)		
208,672	DP Aircraft I ³	8	–
138,535	Ecofin US Renewables Infrastructure Trust ³	39	0.02
7,303,210	Legal & General Global Infrastructure Index	6,337	2.93
36,215	NB Distressed Debt Investment ³	16	0.01
	TOTAL EQUITY INVESTMENT INSTRUMENTS	6,400	2.96
	PROPERTY PORTFOLIOS – 3.33% (31.10.23 – 3.25%)		
75,179	iShares European Property Yield	1,882	0.87
416,051	iShares UK Property	1,830	0.85
2,453,907	Legal & General UK Property	2,518	1.17
7,305	M&G European Property ^{1,4}	957	0.44
	TOTAL PROPERTY PORTFOLIOS	7,187	3.33
	BOND PORTFOLIOS – 36.02% (31.10.23 – 35.13%)		
22,640,232	iShares Corporate Bond Index	32,838	15.21
806,465	iShares ESG Screened Euro Corporate Bond Index	8,768	4.06
1,730,262	iShares US Corporate Bond Index	18,403	8.52
148,578	M&G (Lux) Asian Corporate Bond ¹	1,657	0.77

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

 Holding	 Portfolio of Investments	 Value £'000	 31.10.24 %
455,104	M&G (Lux) Asian Local Currency Bond ¹	4,700	2.18
5,651,501	M&G Emerging Markets Bond ¹	6,648	3.08
3,118,661	M&G Global High Yield Bond ¹	4,751	2.20
	TOTAL BOND PORTFOLIOS	77,765	36.02
	MONEY MARKETS – 9.74% (31.10.23 – 8.17%)		
21,047,000	M&G (Lux) Sterling Liquidity ¹	21,047	9.74
	FUTURES – (0.23)% (31.10.23 – (0.31)%)⁵		
25	E Mini Russell 2000 Index Futures December 2024	3	–
14	EURO STOXX 50 Index Futures December 2024	(5)	–
27	FTSE 100 Index Futures December 2024	(59)	(0.03)
21	FTSE/JSE Top 40 Futures December 2024	26	0.01
60	Long Gilt Future December 2024	(300)	(0.14)
8	S&P 500 E Mini Index Futures December 2024	23	0.01
4	TOPIX Index Futures December 2024	25	0.01
75	US Treasury Note 10 Year Futures December 2024	(205)	(0.09)
	TOTAL FUTURES	(492)	(0.23)

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	Portfolio of investments ⁶	213,994	99.06
	Net other assets	<u>2,036</u>	<u>0.94</u>
	Net assets	<u>216,030</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	30,818	Total sales for the year £'000 (note 16)	46,136
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
US Treasury Note 10 Year Futures September 2024	6,677	iShares UK Equity Index	7,846
US Treasury Note 10 Year Futures December 2024	6,515	iShares Pacific ex Japan Equity Index	6,755
Long Gilt Future December 2024	5,942	US Treasury Note 10 Year Futures September 2024	6,677
Long Gilt Future September 2024	5,819	Long Gilt Future September 2024	5,819
US Treasury Note 10 Year Futures June 2024	5,482	US Treasury Note 10 Year Futures June 2024	5,482
Long Gilt Future March 2024	4,971	Long Gilt Future March 2024	4,971
Long Gilt Future June 2024	4,480	Long Gilt Future December 2023	4,934
iShares Corporate Bond Index	4,150	Long Gilt Future June 2024	4,480
US Treasury Note 10 Year Futures March 2024	3,891	Legal & General European Index	3,892
iShares US Corporate Bond Index	3,614	US Treasury Note 10 Year Futures March 2024	3,891

In addition to the above, purchases totalling £25,460,000 and sales totalling £20,519,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		23,642		4,154
Revenue	4	7,055		5,886	
Expenses	5	(570)		(540)	
Interest payable and similar charges	6	(6)		(1)	
Net revenue before taxation		6,479		5,345	
Taxation	7	(811)		(451)	
Net revenue after taxation			5,668		4,894
Total return before distributions			29,310		9,048
Distributions	8		(5,762)		(4,894)
Change in net assets attributable to shareholders from investment activities			23,548		4,154

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			197,183		191,320
Amounts receivable on issue of shares		15,064		21,302	
Amounts payable on redemption of shares		<u>(24,936)</u>		<u>(23,994)</u>	
			(9,872)		(2,692)
Dilution levy	1(H)		7		9
Change in net assets attributable to shareholders from investment activities			23,548		4,154
Retained distributions on Accumulation shares			<u>5,164</u>		<u>4,392</u>
Closing net assets attributable to shareholders			<u>216,030</u>		<u>197,183</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		214,563	197,571
Current assets			
Debtors	9	1,112	526
Cash and cash equivalents	10	2,064	1,756
Total assets		<u>217,739</u>	<u>199,853</u>
LIABILITIES			
Investment liabilities			
		(569)	(607)
Creditors			
Distribution payable	11	(461)	(464)
Other creditors	11	(679)	(1,599)
Total liabilities		<u>(1,709)</u>	<u>(2,670)</u>
Net assets attributable to shareholders		<u>216,030</u>	<u>197,183</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	22,257	3,858
Derivative contracts	1,422	381
Transaction charges	(4)	(2)
Currency losses	(33)	(83)
Net capital gains	<u>23,642</u>	<u>4,154</u>

The net capital gains figure includes realised gains of £7,361,000 and unrealised gains of £27,539,000 (31.10.23: includes realised gains of £3,813,000 and unrealised gains of £11,254,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	2,825	3,036
Taxable dividends	1,724	346
Unfranked interest	1,905	2,256
AMC rebates from underlying investments	262	18
Bank interest	36	55
Revenue from tax transparent funds	284	166
Broker interest	19	9
Total revenue	<u>7,055</u>	<u>5,886</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	508	485
TCFD fees	4	–
	512	485
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	17	17
Safe custody and other bank charges	25	24
	42	41
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	5	3
	16	14
Total expenses	570	540

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	6	1
Total interest payable and similar charges	6	1

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	675	430
Overseas tax	14	5
Adjustments in respect of prior periods	1	1
Tax incurred on tax transparent funds	27	15
Current tax charge	717	451
Deferred tax – origination and reversal of timing differences (note 7c)	94	–
Total taxation (note 7b)	811	451

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	6,479	5,345
Corporation tax at 20%	1,296	1,069
Effects of:		
Non-taxable dividends	(621)	(640)
Capitalised income subject to tax	94	–
Corporation tax: adjustments in respect of prior years	1	1
Tax incurred on tax transparent funds	27	15
Corporation tax charge	797	445
Overseas tax	14	6
Total tax charge (note 7a)	811	451
c) Deferred tax		
Deferred tax charge in the year (note 7a)	94	–
Provision at the end of the year	94	–

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	5,625	4,855
	5,625	4,855
Add: Revenue deducted on redemption of shares	291	229
Deduct: Revenue received on issue of shares	(154)	(190)
Net distributions for the year	5,762	4,894

Details of the distributions per share are set out in the table on page 346 and 347.

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	5,668	4,894
Allocations to capital:		
Deferred tax on offshore funds	94	-
Net distributions for the year	5,762	4,894

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	831	371
Accrued revenue:		
AMC rebates from underlying investments	27	-
Revenue from tax transparent funds	247	152
	274	152
Taxation recoverable:		
Income tax	7	3
Total debtors	1,112	526

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	932	467
Margin account	1,132	1,289
Total cash and cash equivalents	<u>2,064</u>	<u>1,756</u>

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	<u>461</u>	<u>464</u>
Other Creditors		
Amounts payable for redemption of shares	121	246
Purchases awaiting settlement	–	989
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	44	40
AMC rebates from underlying investments	–	30
TCFD fees	2	–
	46	70
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	6
Transaction charges	1	1
Safe custody and other bank charges	4	4
	6	11

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Taxation payable:		
Corporation tax	372	255
Deferred tax	94	14
Tax incurred on tax transparent funds	24	–
	490	269
Other expenses	12	11
Expenses from tax transparent funds	4	3
Total other creditors	679	1,599

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 331 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 7,765,646 (31.10.23: 375,808) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 9,438,965 (31.10.23: 10,172,040) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited	38.74% (31.10.23: 37.10%)
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WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	59,106	43,802

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.48%	0.48%	0.00%
Opening shares in issue	174,952	250	10,172,040
Issues	21,964	–	527,556
Redemptions	(30,462)	–	(1,260,631)
Closing shares in issue	<u>166,454</u>	<u>250</u>	<u>9,438,965</u>

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.23%	0.23%	0.48%
Opening shares in issue	112,662,334	5,592,834	11,023,598
Issues	7,854,351	675,334	736,403
Redemptions	(11,352,796)	(2,357,328)	(1,450,162)
Closing shares in issue	<u>109,163,889</u>	<u>3,910,840</u>	<u>10,309,839</u>

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(492)	-
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(599)	-

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	1,258	131
Hong Kong dollars	39	42
Japanese yen	253	170
South African rand	5,408	3,297
US dollars	392	2,522
Total foreign currency exposure	7,350	6,162
Pounds sterling	208,680	191,021
Net assets	216,030	197,183

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £368,000 on the net assets of the Fund (31.10.23: £308,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 0.99:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 0.99:1 and leverage under the commitment method was 1:1 (31.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 96.04% of the portfolio can be liquidated within 7 days and 96.57% within 30 days (31.10.23: 89.06% within 5 days and 89.93% within 21 working days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £10,700,000 (31.10.23: £9,848,000). A 5% decrease would have an equal and opposite effect.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	30,818	-	-	30,818
Purchases total	<u>30,818</u>	<u>-</u>	<u>-</u>	<u>30,818</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	46,137	(1)	-	46,136
Sales total	<u>46,137</u>	<u>(1)</u>	<u>-</u>	<u>46,136</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.04% (31.10.23: 0.04%).

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	40,889	1	-	40,890
Purchases total	<u>40,889</u>	<u>1</u>	<u>-</u>	<u>40,890</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Ordinary shares	61	-	-	61
Collective investment schemes	40,303	-	-	40,303
Sales total	<u>40,364</u>	<u>-</u>	<u>-</u>	<u>40,364</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	3,852	209,754	957	214,563
Investment liabilities	(569)	-	-	(569)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	6,235	191,336	-	197,571
Investment liabilities	(607)	-	-	(607)

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.9041	–	3.9041	3.1861
Group 2	3.1609	0.7432	3.9041	3.1861

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.5400	–	3.5400	3.0480
Group 2	3.5400	0.0000	3.5400	3.0480

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.3506	–	3.3506	2.8467
Group 2	2.5472	0.8034	3.3506	2.8467

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.3507	–	4.3507	3.5773
Group 2	2.6781	1.6726	4.3507	3.5773

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 4
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.6979	–	3.6979	3.1164
Group 2	2.0738	1.6241	3.6979	3.1164

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	3.9591	–	3.9591	3.2307
Group 2	2.2205	1.7386	3.9591	3.2307

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5 ACD'S REPORT

for the year ended 31 October 2024

Important Information

Refer to the 'Important Information' section on page 12.

Investment Objective and Policy

The WS Prudential Risk Managed Passive Fund 5 ('the Fund') aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 17%.

There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 17%. Capital invested is at risk.

The Fund aims to achieve its objective through investing at least 70% in passive collective investment schemes (e.g. funds which track an index). The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The Portfolio Manager will use in-depth research to forecast the expected change in value and risk of the different types of assets over a forward-looking 15-year period. This analysis is then used to work out the mix of assets (the 'target strategic asset allocation') to invest in to achieve the Fund's objective. The Portfolio Manager will review the target strategic asset allocation on an ongoing basis.

Based on the target strategic asset allocation, the Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property.

The Fund will have a high exposure towards higher risk assets, such as equities. The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the target strategic asset allocation and to take advantage of tactical investment opportunities.

The Portfolio Manager will select collective investment schemes to invest in from a focused range of funds and fund management groups (which may include other funds managed by the ACD, Portfolio Manager and their associates).

The Fund may also invest directly in equities, equity related instruments (e.g. warrants), fixed income and cash or near cash. It may also invest in alternative investments (e.g. infrastructure, private equity, alternative credit and hedge funds). Derivative instruments may also be used for the purposes of efficient portfolio management.

Other Information: The Fund's objective to stay within its specified risk profile may restrict the types and proportions of the assets it holds and limit the potential gains and losses.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5 ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Flexible Investment shares sector.

The Fund's performance may be compared against the IA Flexible Investment shares sector. The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Prudential Risk Managed Passive Fund 5
31 January 2025

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 31 October 2024

Between 1 November 2023 and 31 October 2024 (the period in review) share classes R (Acc) 16.77%, P (Acc) 17.01% and A (Acc) 16.77% produced returns ahead of the 16.09% sector average for IA Flexible Investment shares sector.

Market Overview

Buoyed by subsiding inflationary pressures, robust economic data and the prospect of oncoming rate cuts, the first part of 2024 saw solid gains for global equity markets. It was a different story for bonds, however. The rally in bond markets at the end of 2023 faded as investors pushed back their timing of potential interest rate cuts by central banks. Bond yields rose in January and February before recovering somewhat in March when the US Federal Reserve ('Fed') confirmed that it expected to cut rates three times in 2024.

As we moved in to the second quarter equities progressed, whereas sovereign bonds encountered challenges again over delayed interest rate cuts and political uncertainties. Buoyed by strong corporate earnings and positive sentiment around the 'Magnificent Seven' group of mega-cap technology stocks, the US equity market shrugged off inflation concerns.

Despite bouts of volatility fuelled by decelerating macroeconomic indicators, shifting global monetary policy expectations and sharp movements in the Japanese yen, equities and bonds both registered gains in the third quarter. Government bonds performed well as the monetary easing cycle gathered momentum following the Fed's 50-basis point rate cut in September. The Bank of England also cut interest rates by 25-basis points, having seen the European Central Bank cut earlier in the summer. The price of corporate bonds, including riskier high yield debt, also rose, along with emerging market debt.

Towards the end of the period in review Chinese equities rallied as the government introduced a substantial economic stimulus package. This benefitted portfolios although it did peter out somewhat as attention focused to the possibility of a Trump presidency and what this may mean for tariffs on Chinese goods. European and emerging market equities also advanced. In contrast, the Bank of Japan's unexpected rate hike and election of a new prime minister saw equities decline.

A Trump presidency has a potentially wide reaching influence on global trade and markets so the narrative adjusted once again to one where we could see an environment of stickier inflation and fewer rate cuts than previously forecasted.

Economic headwinds and the outlook for interest rates continue to drive real estate valuations. As we've moved through 2024, we're seeing clear signs of stabilisation for capital value for UK commercial properties with strong fundamentals, prices increased by 1.0% in the first half of 2024 while Industrial and Residential sectors have remained resilient.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Activity

The following fund changes apply;

- M&G Franklin Templeton & M&G India Equity Fund replaced iShares India ETF
- M&G (ACS) BlackRock US RAFI Equity Fund replaced M&G (ACS) BlackRock US Equity Fund
- M&G European Property Fund was added

The Fund exited:

- M&G (ACS) China Value Partners Equity Fund

Tactical Positioning

We currently have an equity overweight of +1.35% made up of a diversified basket across the US, UK, Asia and GEM. This is funded from small European Credit and cash underweights. We also have small overweight positions in US Treasuries, real estate (REITs) and UK Gilts with an underweight to US Credit.

Outlook

Central banks' are striking more dovish tones, following supportive inflation data and some signs of economic softening. The prospect of a soft economic landing in the US, accompanied by lower interest rates and stimulus in China should be good for the performance of most asset classes, but heightened geo-political tensions remain the most obvious near-term risk to this view.

Equities appear to be at least partially pricing this optimistic outcome, but the recent rise in bond yields has put pressure on equity valuations.

M&G INVESTMENT MANAGEMENT LIMITED

Portfolio Manager

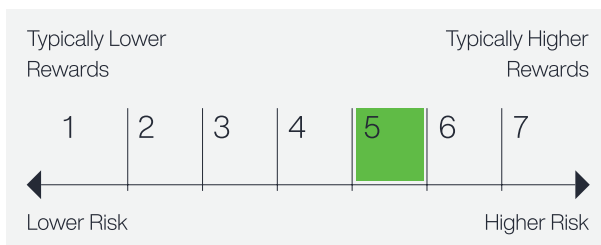
6 December 2024

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The Fund targets a risk level of 5 which is a level of risk relative to the 4 other funds in the range. The risk and reward profile scale above is calculated differently. The two measures are not comparable. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Derivatives Risk: A derivative may not perform as expected and may create losses greater than its cost.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	152.47	145.03	160.26
Return before operating charges*	25.65	8.33	(14.36)
Operating charges	(0.97)	(0.89)	(0.87)
Return after operating charges	24.68	7.44	(15.23)
Distributions	(4.16)	(3.57)	(2.99)
Retained distributions on accumulation shares	4.16	3.57	2.99
Closing net asset value per share	177.15	152.47	145.03
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	16.19%	5.13%	(9.50)%
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OTHER INFORMATION

Closing net asset value (£'000)	87	148	172
Closing number of shares	48,868	97,195	118,201
Operating charges	0.57% ¹	0.57%	0.56%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	180.79	161.25	165.08
Lowest share price	152.43	145.19	142.03

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	132.35	128.90	145.54
Return before operating charges*	22.24	7.40	(13.12)
Operating charges	(0.82)	(0.78)	(0.79)
Return after operating charges	21.42	6.62	(13.91)
Distributions	(3.61)	(3.17)	(2.73)
Closing net asset value per share	150.16	132.35	128.90
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	16.18%	5.14%	(9.56)%
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OTHER INFORMATION

Closing net asset value (£'000)	23	18	32
Closing number of shares	15,383	13,326	25,020
Operating charges	0.56% ¹	0.56%	0.56%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	156.94	143.33	149.97
Lowest share price	132.32	129.03	128.92

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	108.89	106.07	119.88
Return before operating charges*	18.21	5.97	(11.03)
Operating charges	(0.11)	(0.10)	(0.09)
Return after operating charges	18.10	5.87	(11.12)
Distributions	(3.44)	(3.05)	(2.69)
Closing net asset value per share	123.55	108.89	106.07
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	16.62%	5.53%	(9.27)%
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OTHER INFORMATION

Closing net asset value (£'000)	9,065	7,695	7,664
Closing number of shares	7,337,069	7,066,785	7,225,543
Operating charges	0.09% ¹	0.09%	0.08%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	129.59	118.06	123.24
Lowest share price	108.86	106.17	106.50

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	157.24	149.26	164.69
Return before operating charges*	26.37	8.49	(14.93)
Operating charges	(0.56)	(0.51)	(0.50)
Return after operating charges	25.81	7.98	(15.43)
Distributions	(4.64)	(4.00)	(3.40)
Retained distributions on accumulation shares	4.64	4.00	3.40
Closing net asset value per share	183.05	157.24	149.26
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	16.41%	5.35%	(9.37)%
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OTHER INFORMATION

Closing net asset value (£'000)	112,979	100,062	83,216
Closing number of shares	61,718,780	63,637,578	55,750,681
Operating charges	0.32% ¹	0.32%	0.31%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	186.81	166.05	169.57
Lowest share price	157.20	149.43	146.17

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

P INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	132.80	129.36	146.00
Return before operating charges*	22.28	7.34	(13.18)
Operating charges	(0.47)	(0.44)	(0.44)
Return after operating charges	21.81	6.90	(13.62)
Distributions	(3.92)	(3.46)	(3.02)
Closing net asset value per share	150.69	132.80	129.36
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	16.42%	5.33%	(9.33)%
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OTHER INFORMATION

Closing net asset value (£'000)	2,868	2,918	2,116
Closing number of shares	1,903,090	2,197,469	1,635,782
Operating charges	0.32% ¹	0.32%	0.31%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	157.78	143.91	150.42
Lowest share price	132.77	129.48	129.63

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

R ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	31.10.24 pence per share	31.10.23 pence per share	31.10.22 pence per share
Opening net asset value per share	154.53	146.99	162.49
Return before operating charges*	26.00	8.44	(14.61)
Operating charges	(0.98)	(0.90)	(0.89)
Return after operating charges	25.02	7.54	(15.50)
Distributions	(4.21)	(3.62)	(3.04)
Retained distributions on accumulation shares	4.21	3.62	3.04
Closing net asset value per share	179.55	154.53	146.99
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	16.19%	5.13%	(9.54)%
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OTHER INFORMATION

Closing net asset value (£'000)	10,327	8,636	8,909
Closing number of shares	5,751,911	5,588,404	6,061,115
Operating charges	0.57% ¹	0.57%	0.56%
Direct transaction costs	-	-	0.01%

PRICES

Highest share price	183.24	163.44	167.30
Lowest share price	154.50	147.15	143.95

¹ 0.001% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 31 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Prudential Risk Managed Passive Fund 5	17.01	11.29	30.29
IA Flexible Investment shares sector ¹	16.09	6.27	29.54

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per P Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 381 and 382.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EQUITY PORTFOLIOS – 58.59% (31.10.23 – 62.21%)		
	CONTINENTAL EUROPE – 7.12% (31.10.23 – 8.79%)		
2,354,178	Legal & General European Index	8,678	6.41
1,041,269	M&G (Lux) Pan European Smaller Companies ¹	966	0.71
	TOTAL CONTINENTAL EUROPE	9,644	7.12
	UNITED KINGDOM – 16.91% (31.10.23 – 19.76%)		
9,497,715	iShares UK Equity Index	22,889	16.91
	ASIA EX JAPAN – 9.36% (31.10.23 – 10.99% ²)		
4,802,515	iShares Pacific ex Japan Equity Index	12,665	9.36
	JAPAN – 4.37% (31.10.23 – 4.89%)		
1,849,511	iShares Japan Equity Index	5,231	3.86
562,942	M&G (ACS) Japan Smaller Companies ¹	688	0.51
	TOTAL JAPAN	5,919	4.37
	NORTH AMERICA – 10.42% (31.10.23 – 8.52%)		
1,741,636	iShares US Equity Index	10,549	7.79
1,484,449	M&G (ACS) BlackRock Canada Index ¹	1,675	1.24
1,751,291	M&G (ACS) BlackRock US RAFI Equity ¹	1,878	1.39
	TOTAL NORTH AMERICA	14,102	10.42
	AFRICA – 3.00% (31.10.23 – 1.89%)		
8,682,154	M&G SA Equity ¹	4,058	3.00

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	EMERGING MARKETS – 7.41% (31.10.23 – 7.37% ²)		
2,103,334	iShares Emerging Markets Equity Index	4,107	3.04
3,163,080	M&G (ACS) China ¹	2,454	1.81
752,524	M&G (ACS) Matthews China Equity ^{1,2}	822	0.60
278,228	M&G Franklin Templeton India Equity ¹	274	0.20
2,451,644	M&G India Equity ¹	2,378	1.76
	TOTAL EMERGING MARKETS	10,035	7.41
	TOTAL EQUITY PORTFOLIOS	79,312	58.59
	EQUITY INVESTMENT INSTRUMENTS – 3.46% (31.10.23 – 2.90%)		
160,298	DP Aircraft I ³	6	–
85,959	Ecofin US Renewables Infrastructure Trust ³	24	0.02
5,348,848	Legal & General Global Infrastructure Index	4,641	3.43
31,348	NB Distressed Debt Investment ³	14	0.01
	TOTAL EQUITY INVESTMENT INSTRUMENTS	4,685	3.46
	PROPERTY PORTFOLIOS – 3.74% (31.10.23 – 3.46%)		
55,582	iShares European Property Yield	1,392	1.03
297,281	iShares UK Property	1,307	0.97
1,720,401	Legal & General UK Property	1,765	1.30
4,519	M&G European Property ^{1,4}	592	0.44
	TOTAL PROPERTY PORTFOLIOS	5,056	3.74
	BOND PORTFOLIOS – 25.50% (31.10.23 – 23.44%)		
9,683,527	iShares Corporate Bond Index	14,045	10.38
317,458	iShares ESG Screened Euro Corporate Bond Index	3,451	2.55
761,547	iShares US Corporate Bond Index	8,100	5.98
65,160	M&G (Lux) Asian Corporate Bond ¹	727	0.54

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 31 October 2024

		Value £'000	31.10.24 %
	Portfolio of Investments		
213,758	M&G (Lux) Asian Local Currency Bond ¹	2,207	1.63
2,935,379	M&G Emerging Markets Bond ¹	3,453	2.55
1,658,825	M&G Global High Yield Bond ¹	2,527	1.87
	TOTAL BOND PORTFOLIOS	<u>34,510</u>	<u>25.50</u>
	MONEY MARKETS – 7.68% (31.10.23 – 7.66%)		
10,393,000	M&G (Lux) Sterling Liquidity ¹	<u>10,393</u>	<u>7.68</u>
	FUTURES – (0.17)% (31.10.23 – (0.31)%) ⁵		
19	E Mini Russell 2000 Index Futures December 2024	2	–
12	EURO STOXX 50 Index Futures December 2024	(4)	–
20	FTSE 100 Index Futures December 2024	(44)	(0.03)
15	FTSE/JSE TOP 40 Futures December 2024	19	0.01
27	Long Gilt Futures December 2024	(135)	(0.10)
5	S&P 500 E Mini Index Futures December 2024	15	0.01
2	TOPIX Index Futures December 2024	13	0.01
35	US Treasury Note 10 Year Futures December 2024	(96)	(0.07)
	TOTAL FUTURES	<u>(230)</u>	<u>(0.17)</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

ACD'S REPORT continued

PORTFOLIO STATEMENT continued

as at 31 October 2024

Holding	Portfolio of Investments	Value £'000	31.10.24 %
	Portfolio of investments ⁶	133,726	98.80
	Net other assets	<u>1,623</u>	<u>1.20</u>
	Net assets	<u>135,349</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² The comparative figure has been restated to match the current period presentation. M&G (ACS) Matthews China Equity has been reclassified from Asia Ex Japan to Emerging Markets.

³ Closed end fund.

⁴ Unlisted Security.

⁵ Counterparty: JPMorgan.

⁶ Includes investment liabilities.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 31 October 2024

Total purchases for the year £'000 (note 16)	21,412	Total sales for the year £'000 (note 16)	25,862
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
US Treasury Note 10 Year Future September 2024	3,077	iShares Pacific ex Japan Equity Index	4,669
US Treasury Note 10 Year Future December 2024	3,040	iShares UK Equity Index	4,391
US Treasury Note 10 Year Future June 2024	2,959	US Treasury Note 10 Year Future September 2024	3,077
Long Gilt Futures December 2024	2,674	US Treasury Note 10 Year Future June 2024	2,959
Long Gilt Futures September 2024	2,618	Long Gilt Futures September 2024	2,618
M&G India Equity	2,475	Legal & General European Index	2,556
iShares Corporate Bond Index	2,375	iShares Emerging Markets Equity Index	2,467
Long Gilt Futures March 2024	2,294	Long Gilt Futures March 2024	2,294
Long Gilt Futures June 2024	2,141	Long Gilt Futures December 2023	2,277
iShares US Corporate Bond Index	1,961	Long Gilt Futures June 2024	2,141

In addition to the above, purchases totalling £16,338,000 and sales totalling £15,097,000 were made in short term investments during the year.

Purchases and sales of Futures have been included at the value of their exposure and are not included in the total purchases and sales figures above.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5 FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

for the year ended 31 October 2024

	Notes	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Income:					
Net capital gains	3		16,136		2,317
Revenue	4	4,169		3,396	
Expenses	5	(362)		(315)	
Interest payable and similar charges	6	(3)		-	
Net revenue before taxation		3,804		3,081	
Taxation	7	(400)		(188)	
Net revenue after taxation			3,404		2,893
Total return before distributions			19,540		5,210
Distributions	8		(3,477)		(2,893)
Change in net assets attributable to shareholders from investment activities			16,063		2,317

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 31 October 2024

	Note	£'000	31.10.24 £'000	£'000	31.10.23 £'000
Opening net assets attributable to shareholders			119,477		102,109
Amounts receivable on issue of shares		14,464		22,797	
Amounts payable on redemption of shares		<u>(17,771)</u>		<u>(10,502)</u>	
			(3,307)		12,295
Dilution levy	1(H)		6		6
Change in net assets attributable to shareholders from investment activities			16,063		2,317
Retained distributions on Accumulation shares			<u>3,110</u>		<u>2,750</u>
Closing net assets attributable to shareholders			<u>135,349</u>		<u>119,477</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

FINANCIAL STATEMENTS continued

BALANCE SHEET

as at 31 October 2024

	Notes	31.10.24 £'000	31.10.23 £'000
ASSETS			
Fixed assets			
Investments		134,005	119,075
Current assets			
Debtors	9	962	234
Cash and cash equivalents	10	1,349	1,435
Total assets		<u>136,316</u>	<u>120,744</u>
LIABILITIES			
Investment liabilities			
		(279)	(372)
Creditors			
Distribution payable	11	(328)	(292)
Other creditors	11	(360)	(603)
Total liabilities		<u>(967)</u>	<u>(1,267)</u>
Net assets attributable to shareholders		<u>135,349</u>	<u>119,477</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 October 2024

1. Accounting Policies

The accounting policies described on pages 25 to 28 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on page 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	31.10.24 £'000	31.10.23 £'000
Non-derivative securities	15,176	2,070
Derivative contracts	989	299
Transaction charges	(3)	(3)
Currency losses	(26)	(49)
Net capital gains	<u>16,136</u>	<u>2,317</u>

The net capital gains figure includes realised gains of £4,051,000 and unrealised gains of £15,944,000 (31.10.23: includes realised gains of £1,903,000 and unrealised gains of £3,856,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	31.10.24 £'000	31.10.23 £'000
Non-taxable dividends	2,112	2,098
Taxable dividends	1,644	757
Interest on debt securities	10	364
AMC rebates from underlying investments	136	11
Bank interest	30	37
Revenue from tax transparent funds	224	123
Broker interest	13	6
Total revenue	<u>4,169</u>	<u>3,396</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

5. Expenses

	31.10.24 £'000	31.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	308	269
TCFD fees	4	–
	312	269
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	10
Safe custody and other bank charges	23	22
	35	32
Other expenses:		
Audit fees	11	11
Expenses from tax transparent funds	4	3
	15	14
Total expenses	362	315

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Interest Payable and Similar Charges

	31.10.24 £'000	31.10.23 £'000
Interest payable	3	–
Total interest payable and similar charges	3	–

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

7. Taxation

	31.10.24 £'000	31.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	294	173
Overseas tax	10	4
Adjustments in respect of prior periods	1	–
Tax incurred on tax transparent funds	22	11
Current tax charge	327	188
Deferred tax – origination and reversal of timing differences (note 7c)	73	–
Total taxation (note 7b)	400	188

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (31.10.23: 20%). The difference is explained below:

	31.10.24 £'000	31.10.23 £'000
Net revenue before taxation	3,804	3,081
Corporation tax at 20%	761	616
Effects of:		
Non-taxable dividends	(467)	(443)
Capitalised income subject to tax	73	–
Corporation tax: adjustments in respect of prior years	1	–
Tax incurred on tax transparent funds	22	11
Corporation tax charge	390	184
Overseas tax	10	4
Total tax charge (note 7a)	400	188
c) Deferred tax		
Deferred tax charge in the year (note 7a)	73	–
Provision at the end of the year	73	–

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

8. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on redemption of shares, and comprise:

	31.10.24 £'000	31.10.23 £'000
Final	3,438	3,042
	<u>3,438</u>	<u>3,042</u>
Add: Revenue deducted on redemption of shares	173	83
Deduct: Revenue received on issue of shares	(134)	(232)
Net distributions for the year	<u>3,477</u>	<u>2,893</u>

Details of the distributions per share are set out in the table on pages 381 and 382.

	31.10.24 £'000	31.10.23 £'000
Distributions represented by:		
Net revenue after taxation	3,404	2,893
Allocations to capital:		
Deferred tax on offshore funds	73	-
Net distributions for the year	<u>3,477</u>	<u>2,893</u>

9. Debtors

	31.10.24 £'000	31.10.23 £'000
Amounts receivable for issue of shares	656	120
Accrued revenue:		
Non-taxable dividends	105	-
Revenue from tax transparent funds	196	112
	301	112
Taxation recoverable:		
Income tax	5	2
Total debtors	<u>962</u>	<u>234</u>

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

10. Cash and Cash Equivalents

	31.10.24 £'000	31.10.23 £'000
Bank balances	731	639
Margin account	618	796
Total cash and cash equivalents	<u>1,349</u>	<u>1,435</u>

11. Creditors

	31.10.24 £'000	31.10.23 £'000
Distribution payable	<u>328</u>	<u>292</u>
Other Creditors		
Amounts payable for redemption of shares	55	6
Purchases awaiting settlement	-	431
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	27	24
AMC rebates from underlying investments	-	10
TCFD fees	2	-
	29	34
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	3
Transaction charges	1	1
Safe custody and other bank charges	2	4
	4	8

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

	31.10.24 £'000	31.10.23 £'000
Taxation payable:		
Corporation tax	165	101
Deferred tax	73	-
Tax incurred on tax transparent funds	19	10
	257	111
Other expenses	12	11
Expenses from tax transparent funds	3	2
Total other creditors	360	603

12. Related Party Transactions

The Annual Management Charge and TCFD fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD') are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 366 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 4,942,270 (31.10.23: 77,728) of the Fund's shares at the balance sheet date.

M&G Investment Management Limited and its associates (including other authorised investment funds managed by M&G Investment Management Limited) held 7,337,069 (31.10.23: 7,066,785) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Allfunds Nominee Limited	36.16% (31.10.23: 35.62%)
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WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	31.10.24 £'000	31.10.23 £'000
Portfolio Manager in common	35,092	25,132

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (31.10.23: none).

14. Shares in Issue

	A Accumulation	A Income	C Income
Annual Management Charge	0.48%	0.48%	0.00%
Opening shares in issue	97,195	13,326	7,066,785
Issues	7,333	2,057	1,476,087
Redemptions	(55,660)	–	(1,205,803)
Closing shares in issue	48,868	15,383	7,337,069

	P Accumulation	P Income	R Accumulation
Annual Management Charge	0.23%	0.23%	0.48%
Opening shares in issue	63,637,578	2,197,469	5,588,404
Issues	6,417,965	289,719	758,882
Redemptions	(8,336,763)	(584,098)	(595,375)
Closing shares in issue	61,718,780	1,903,090	5,751,911

15. Risk Management Policies

In pursuing the investment objective a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for Efficient Portfolio Management (including hedging) purposes.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

There were futures contracts held at the balance sheet date. Details of the individual contracts are disclosed separately in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

31.10.24 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(230)	-
31.10.23 Counterparty	Futures £'000	Net cash collateral pledged £'000
JPMorgan	(368)	-

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests mainly in collective investment schemes and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	31.10.24 £'000	31.10.23 £'000
Currency:		
Euros	774	124
Hong Kong dollars	40	42
Japanese yen	187	146
South African rand	4,197	2,298
US dollars	322	1,706
Total foreign currency exposure	5,520	4,316
Pounds sterling	129,829	115,161
Net assets	135,349	119,477

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £276,000 on the net assets of the Fund (31.10.23: £216,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 31.10.24, leverage under the gross method was 0.99:1 and leverage under the commitment method was 1:1 (31.10.23: 0.90 :1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 95.04% of the portfolio can be liquidated within 7 days and 95.81% within 30 days (31.10.23: 91.41% within 5 days and 91.97% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £6,686,000 (31.10.23: £5,935,000). A 5% decrease would have an equal and opposite effect.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

(G) DERIVATIVES

The economic exposure of futures derivative contracts is equal to the market value. The value of the exposure and the related counterparty are disclosed in the Portfolio of Investments.

16. Portfolio Transaction Costs

31.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	21,412	-	-	21,412
Purchases total	<u>21,412</u>	<u>-</u>	<u>-</u>	<u>21,412</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	25,863	(1)	-	25,862
Sales total	<u>25,863</u>	<u>(1)</u>	<u>-</u>	<u>25,862</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 31.10.24 is 0.05% (31.10.23: 0.04%).

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 31 October 2024

31.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	30,815	1		30,816
Purchases total	<u>30,815</u>	<u>1</u>	-	<u>30,816</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Ordinary shares	38	-	-	38
Collective investment schemes	18,011	-	-	18,011
Sales total	<u>18,049</u>	<u>-</u>	<u>-</u>	<u>18,049</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment scheme include closed end funds.

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 31 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.24				
Investment assets	2,792	130,621	592	134,005
Investment liabilities	(279)	-	-	(279)

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
31.10.23				
Investment assets	4,134	114,941	-	119,075
Investment liabilities	(372)	-	-	(372)

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 31 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes. Where there is no distribution at interim, the final distribution is deemed to run for the whole year.

Group 2	Final
From	01.11.23
To	31.10.24

A ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.1568	–	4.1568	3.5684
Group 2	2.8162	1.3406	4.1568	3.5684

A INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.6112	–	3.6112	3.1695
Group 2	2.2251	1.3861	3.6112	3.1695

C INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.4434	–	3.4434	3.0545
Group 2	1.9216	1.5218	3.4434	3.0545

P ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.6440	–	4.6440	3.9979
Group 2	2.9953	1.6487	4.6440	3.9979

WS PRUDENTIAL RISK MANAGED PASSIVE FUND 5
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

P INCOME SHARES

Final	Net Revenue	Equalisation	Payable 31.12.24	Paid 31.12.23
Group 1	3.9217	–	3.9217	3.4641
Group 2	2.7972	1.1245	3.9217	3.4641

R ACCUMULATION SHARES

Final	Net Revenue	Equalisation	Allocation 31.12.24	Allocated 31.12.23
Group 1	4.2137	–	4.2137	3.6160
Group 2	2.3498	1.8639	4.2137	3.6160

GENERAL INFORMATION

Share Capital

The minimum share capital of the Company is £100 and the maximum is £250,000,000,000.

Structure of the Company

The Company is structured as an umbrella company, in that different sub-funds may be established from time to time by the ACD with the approval of the Financial Conduct Authority. On the introduction of any new sub-fund or class, a revised Prospectus will be prepared setting out the relevant details of each sub-fund or class.

The assets of each sub-fund will be treated as separate from those of every other sub-fund and will be invested in accordance with the investment objective and investment policy applicable to that sub-fund. The sub-funds which are currently available are:

- WS Prudential Risk Managed Active 1
- WS Prudential Risk Managed Active 2
- WS Prudential Risk Managed Active 3
- WS Prudential Risk Managed Active 4
- WS Prudential Risk Managed Active 5
- WS Prudential Risk Managed Passive Fund 1
- WS Prudential Risk Managed Passive Fund 2
- WS Prudential Risk Managed Passive Fund 3
- WS Prudential Risk Managed Passive Fund 4
- WS Prudential Risk Managed Passive Fund 5

In the future there may be other sub-funds of the Company.

Classes of Shares

The Instrument of Incorporation allows income and accumulation shares to be issued.

Holders of income shares are entitled to be paid the distributable income attributed to such shares on any relevant interim and annual allocation dates.

Holders of accumulation shares are not entitled to be paid the income attributed to such shares, but that income is automatically transferred to (and retained as part of) the capital assets of the relevant sub-fund on the relevant annual accounting dates. This is reflected in the price of an accumulation share.

Valuation Point

The current valuation point of each of the Company's sub-funds is 12.00 noon (London time) on each business day. Valuations may be made at other times under the terms contained within the Prospectus.

GENERAL INFORMATION continued

Buying and Selling Shares

The ACD will accept orders to deal in the shares on normal business days between 8.30am and 5.30pm (London time) and transactions will be effected at prices determined by the following valuation. Instructions to buy or sell shares may be either in writing to: PO Box 384, Darlington DL1 9RZ or by telephone on 0344 335 8936.

Prices

The prices of all shares are published on every dealing day on the website of the ACD: www.waystone.com. The prices of shares may also be obtained by calling 0344 335 8936 during the ACD's normal business hours.

Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Documents and the most recent interim and annual reports may be inspected at, and obtained from, the ACD at 3rd Floor, Central Square, 29 Wellington Street, Leeds, United Kingdom, LS1 4DL during normal business hours on any business day, in addition to being available at www.waystone.com.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at Exchange Tower, London E14 9SR. Information about the Financial Ombudsman can be found on its website at www.financial-ombudsman.org.uk.

Data Protection Act

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

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