

LF Gresham House UK Micro Cap Fund

INTERIM UNAUDITED REPORT AND FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30 JUNE 2021



AUTHORISED CORPORATE DIRECTOR ('ACD') AND ALTERNATIVE INVESTMENT FUND MANAGER ('AIFM')

LINK FUND SOLUTIONS LIMITED

Head Office:
6th Floor
65 Gresham Street
London EC2V 7NQ
Telephone: 0345 922 0044
Email: investorservices@linkgroup.co.uk
(Authorised and regulated by the Financial Conduct Authority)

DIRECTORS OF THE ACD

C. Addenbrooke
N. Boyling
B. Hammond
K.J. Midl
A.G. Reid (appointed 4 January 2021)
A.J. Stenning (resigned 11 February 2021)
A.J. Stuart
E.E. Tracey (appointed 4 January 2021)

PORTFOLIO MANAGER

GRESHAM HOUSE ASSET MANAGEMENT LIMITED

5 New Street Square
London EC4A 3TW
(Authorised and regulated by the Financial Conduct Authority)

DEPOSITARY

THE BANK OF NEW YORK MELLON (INTERNATIONAL) LIMITED

One Canada Square
London E14 5AL
(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority)

REGISTRAR

LINK FUND ADMINISTRATORS LIMITED

Customer Service Centre:
Central Square
29 Wellington Street
Leeds LS1 4DL
Telephone: 0345 922 0044
Fax: 0113 224 6001
(Authorised and regulated by the Financial Conduct Authority)

INDEPENDENT AUDITOR

KPMG LLP

1 Sovereign Square
Sovereign Street
Leeds LS1 4DA
(Chartered Accountants)

CONTENTS

ACD's Report	2
Authorised Status	2
ACD's Statement	2
Important Information	2
Investment Objective and Policy	3
Benchmark	4
Securities Financing Transactions	4
Portfolio Manager's Report	5
Fund Information	9
Portfolio Statement	16
Summary of Material Portfolio Changes	21
Director's Statement	22

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Statement of Total Return	23
Statement of Change in Net Assets Attributable to Shareholders	23
Balance Sheet	24
Notes to the Interim Financial Statements	25
General Information	26

ACD'S REPORT

for the half year ended 30 June 2021

Authorised Status

LF Gresham House UK Micro Cap Fund ('the Fund') is an investment company with variable capital incorporated in England and Wales, under registered number IC714 and authorised by the Financial Conduct Authority ('FCA') with effect from 19 February 2009. The Fund has an unlimited duration.

The Fund is a Non-UCITS retail scheme and the base currency of the Fund is pounds sterling or such other currency as may be the lawful currency of the United Kingdom from time to time.

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

The AIFM is the legal person appointed on behalf of the Fund and which (through this appointment) is responsible for managing the Fund 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 Interim Unaudited Report and Financial Statements include the AIFM as applicable.

ACD's Statement

COVID-19

The outbreak of COVID-19, declared by the World Health Organisation as a pandemic on 11 March 2020, caused significant disruption to business and economic activity which was reflected in the fluctuations seen in the global stock markets. In the period since its initial emergence and the global recognition of the seriousness of the pandemic, there were sharp declines in asset prices. As various national governments sought to provide financial support and stimulus to their economies and after the initial success of the global responses to constrain the spread of COVID-19, there followed a period of recovery, which effectively continued despite second and third waves effecting many countries. The continuation of the global recovery since March 2020 has been maintained, in part by the development of effective vaccines which are now being used to immunise populations around the world, and various governments' financial stimulus packages. However, whilst effective vaccines are now in use, their long term effectiveness have yet to be determined, and as governments, society and business learn to operate in the post COVID-19 world there still continues to be an element of uncertainty as to the future. How this will translate into future asset pricing is not clear but it must be recognised that there will remain for a period of time fragility in the markets and it is reasonably foreseeable that periods of instability will emerge in the coming months.

Important Information

The 'B' Retail Income and 'B' Retail Accumulation share classes were closed in the Fund on 12 May 2021 and are no longer available for investment.

ACD'S REPORT *continued*

Investment Objective and Policy

The investment objective of the Fund is to achieve capital growth over any five year period, after all costs and charges have been taken.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest directly in at least 70% of the scheme property by value in the shares of UK companies. The Portfolio Manager views UK companies to be those that are incorporated or domiciled in the UK; and listed or traded on a UK stock exchange.

The Fund will invest directly and/or indirectly at least 60% of the scheme assets by value, in a combination of UK companies that are either listed/traded on the Alternative Investment Market (AIM), or that have a market capitalisation of £250 million and below. The Fund may also invest directly and/or indirectly in shares of UK companies, which have a market capitalisation above £250 million; unlisted UK companies (limited to 10% of the scheme assets by value); non-UK companies, and corporate bonds. The Fund may also hold money market instruments, deposits and cash.

As part of the equities exposure the Fund may also invest in Real Estate Investment Trusts (REITs).

Investments in collective investment schemes is limited to 10%.

The Fund can invest across different industry sectors without limitation.

The Fund may gain exposure to these assets directly by investing in securities issued by companies and governments, and indirectly by investing in other transferable securities (such as depositary receipts) and collective investment schemes (open and closed ended). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may use derivatives for Efficient Portfolio Management purposes.

The minimum investment amount and ranges referenced above will not apply under extraordinary market conditions, in which circumstances the Fund may invest in asset classes other than those in which it normally invests in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash and cash equivalents.

ACD'S REPORT *continued*

Benchmark

The Fund's comparator benchmark is the IA UK Smaller Companies sector.

The Fund's performance may be compared against the IA UK Smaller Companies 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. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets.

Securities Financing Transactions

The Fund 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.

LINK FUND SOLUTIONS LIMITED

ACD of LF Gresham House UK Micro Cap Fund
31 August 2021

ACD'S REPORT *continued*

PORTFOLIO MANAGER'S REPORT

for the half year ended 30 June 2021

Investment Strategy

Since inception in May of 2009 the Fund has maintained a consistent focus throughout its life on selecting high conviction, niche growth companies to back for the prospect of long term capital growth. The Manager seeks to avoid excessive cyclical exposure and early stage risk and instead focuses on areas of structural growth and segments where its sector expertise and private equity style proprietary fundamental research approach can uncover stocks that may be below the radar of many investors due to their size and limited research coverage.

Movements in Net Asset Value

As at 30 June 2021 the gross NAV of the Fund was £324.1m¹ of which 95.4% was invested equities with a concentration on micro cap. This compared to a NAV of £259.4m¹ at the beginning of the period. The increase in NAV was a combination of net inflows from new holders amounting to £2.3m and a revaluation of the portfolio of £62.4m. The Fund delivered a return of 22.5% over the period, compared to the IA UK Smaller Companies Sector which returned 19.9%².

Investment Activity

Overall portfolio turnover remained elevated relative to normal historical levels driven by the COVID-19 pandemic and the resulting impact on the economy, specific companies and heightened market volatility. Investment activity was strong during the period as £75.2m was deployed into a combination of new positions and follow on investments into existing portfolio companies; the number of portfolio companies increased from 50 to 52. Divestment activity was also active with a number of positions fully exited. In line with the second half of 2020 activity was focused on realising profits from those holdings that had performed strongly through the pandemic, particularly in the healthcare and technology sectors, in order to recycle capital into those areas of the consumer and services sectors where short term impact had resulted in lagging share price performance but where the Manager believes the long term growth opportunities remain attractive. In aggregate £78.2m was received from the proceeds of divestments realising an aggregate positive return of 49.0%.

Divestments

The Fund made 9 full exits during the period. Of these two were core positions (S4 Capital and Codemasters) exited at attractive returns and the remainder were holdings where the Fund had taken smaller initial positions and these were exited largely where strong short term returns had been made and where we saw better alternative opportunities than continuing to build long term holdings.

S4 Capital was fully exited during the period after considerable profit taking during the prior year. The digital marketing vehicle for Sir Martin Sorrell has been built up from a £50m original shell company into which the Fund invested in 2017 to a business with a market capitalisation of over £3.5bn. In aggregate including prior sales the Fund made an overall return of 105.7% against total cost including all follow-on investments.

¹ Based on 12 PM Valuation Point.

² Source: FE Analytics.

ACD'S REPORT *continued*

PORTFOLIO MANAGER'S REPORT *continued*

The Fund also fully exited Codemasters, the video games developer, following a takeover by US giant EA which outbid rival Take-Two Interactive. The Fund realised proceeds of £3.7m and generated an aggregate return of 111.6% against cost, having invested in 2019.

Other full exits included shorter term positions in Inspects (generating a positive return of 53.0%); Ted Baker (+50.8%); Tinybuild (+25.0%); Accesso (+23.6%); Sourcebio (+20.4%); and Zotefoams (+20.5%).

New Investments

Market volatility combined with equity issuance both in the form of secondary fund-raising activity and a buoyant new Initial Public Offering ('IPO') market created a fertile environment for new opportunities during the first half of 2021. As a result and in the context of higher than average portfolio turnover, a number of new positions were started during the period.

The Manager believes it is strongly positioned amongst UK fund managers to effectively evaluate new companies being admitted to the market through an IPO due to its private equity approach and extensive private market network. The UK IPO market has been the most active for more than two decades so far during 2021 with analysts at stockbroker Liberum estimating that more than £10bn has been raised during the first 8 months of the year, already more than any year since 2000 with several months of the year remaining.

The Fund invested in 5 new IPOs during the year: ActiveOps, a process automation software provider; Tinybuild, a video games developer; Virgin Wines, an online wine retailer; Music Magpie, an online retailer of reconditioned second hand consumer electronics and media; and Silver Bullet Data Services, a marketing automation software and services provider.

Other notable new investments included: AdvancedAdvT, a vehicle set up by Vin Murria, a software entrepreneur the Manager has successfully backed in previous ventures, to acquire businesses in the software sector; Strategic Equity Capital, an investment trust also managed by the Manager focusing on a concentrated portfolio of UK smaller companies with opportunities to add value through active engagement; and Marshall Motor Holdings, a UK motor dealership group.

There were also a number of opportunities for the Fund to support existing portfolio companies with new capital to fund growth initiatives. Notable examples during the period included: Accrol Group, which raised capital to fund an accretive acquisition of a competitor; Mattioli Woods, which undertook a placing of new equity to fund two strategic acquisitions; Alpha Financial Markets Consulting, where the Fund backed the transformational acquisition of a US peer; and Staffline, where the Fund acted as a cornerstone investor in a major equity raise to recapitalise its balance sheet to provide flexibility for future growth following a challenging period for the company.

ACD'S REPORT *continued*

PORTFOLIO MANAGER'S REPORT *continued*

Investment Performance

The Fund's price per share increased 22.5% during the period (based on 'C' Institutional Accumulation share class), outperforming the IA UK Smaller Companies Sector which increased by 19.9% over the same period. It was pleasing that the Fund performed ahead of its sector despite a strong period of performance for some cyclical sectors such as energy and mining, where the Fund has no exposure.

The Manager's strategy of focusing on less cyclical sectors and on established profitable niche growth businesses on sensible valuations has proven to be more resilient during periods of weaker market sentiment and volatility. The Fund may underperform in a strongly rising market but overall the positioning aims to provide attractive returns through the market cycle and lower than average volatility and greater consistency.

Key contributors to absolute performance during the period were Kape Technologies (+199.5%), following a transformational and highly accretive acquisition in addition to being included in the MSCI UK Smaller Companies index; Alpha Financial Markets Consulting (+58.3%), which announced an oversubscribed placing and a strategic acquisition in the US market adding capability in the area of alternatives with a strong roster of blue chip clients; and Elixirr (+84.6%), following strong maiden full year results as a public company and announcing an accretive acquisition. Detractors were Accrol, after downgrading near term forecasts due to commodity price inflation despite stronger than expected synergies being achieved from its recent acquisition; Argentex (-11.0%), after an in line trading update but also announcing that one of the co-CEOs was stepping down due to health reasons; and Accesso Technology (-16.0%), on deteriorating sentiment about the pace of COVID-19 restrictions being lifted.

Outlook

Since its original launch in May 2009 the Fund has demonstrated an ability to deliver robust absolute and relative returns, particularly in more volatile market conditions. The COVID-19 global pandemic has rocked the global economy with far-reaching impacts across governments, businesses and asset classes including the UK equity market.

We continue to expect a strong economic recovery in the UK during the second half of 2021 driven by vaccine penetration and restrictions being removed later this month. Nevertheless, the extreme uncertainty that has hung over many sectors and companies is still limiting short term visibility. In turn this will drive elevated profit variability, both positive and negative as the year progresses.

In this context we anticipate heightened volatility at the individual stock level. However, we believe that volatility, while creating some challenges, will provide an attractive environment in which we can unearth good long-term investment opportunities at attractive valuations. The economic environment and lingering COVID-19 discontinuity will provide agile smaller businesses with strong management teams the opportunity to take market share and build strong long-term franchises.

ACD'S REPORT *continued*

PORTFOLIO MANAGER'S REPORT *continued*

We continue to believe that our fundamental focused investment style has the potential to outperform over the long term. We see significant opportunities for long term investors to back quality growth companies at attractive valuations in an environment where agile smaller businesses with strong management teams can take market share and build strong long-term franchises. The Fund will maintain its focus on building a high conviction portfolio of less cyclical, high quality, niche growth businesses which the Manager believes can deliver strong returns through the market cycle regardless of the performance of the wider economy.

Note: Investments carry risks. Past performance is not a guide to future performance. Investors may not get back the amount invested.

GRESHAM HOUSE ASSET MANAGEMENT LIMITED

Portfolio Manager

10 August 2021

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 lowest number on the scale does not mean that a fund is a risk free investment.

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

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.

Liquidity Risk: Smaller companies' securities are often traded less frequently than those of larger companies which means that they may be more difficult to buy and sell. Their prices may also be subject to short term swings (both up and down) in their value.

Concentration Risk: The Fund may invest in stocks with a particular industry, sector or geographical focus. This means that the performance of a single industry, sector or geographical region within the Fund has a greater effect (loss or gain) on the value of the Fund.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.linkfundsolutions.co.uk.

ACD'S REPORT *continued*

FUND INFORMATION *continued*

Comparative Tables

Information for 30 June 2021 relates to the 6 month period ending 30 June 2021. The operating charges relate to the expenses incurred on an ex post basis over the 6 month period ending 30 June 2021, expressed as an annualised percentage of the average net asset value.

'A' ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	30.06.21 pence per share	31.12.20 pence per share	31.12.19 pence per share	31.12.18 pence per share
Opening net asset value per share	5,194.70	4,906.03	4,063.74	4,020.46
Return before operating charges*	1,212.97	333.74	884.94	85.80
Operating charges	(29.05)	(45.07)	(42.65)	(42.52)
Return after operating charges	1,183.92	288.67	842.29	43.28
Distributions	–	–	(35.28)	(34.66)
Retained distributions on accumulation shares	–	–	35.28	34.66
Closing net asset value per share	6,378.62	5,194.70	4,906.03	4,063.74
* after direct transaction costs of:	3.40	8.39	6.52	6.11

PERFORMANCE

Return after charges	22.79%	5.88%	20.73%	1.08%
----------------------	--------	-------	--------	-------

OTHER INFORMATION

Closing net asset value (£'000)	71,503	58,231	55,019	45,573
Closing number of shares	1,120,973	1,120,973	1,121,465	1,121,465
Operating charges	0.96%	0.98%	0.98%	0.98%
Direct transaction costs	0.06%	0.18%	0.15%	0.14%

PRICES

Highest share price	6,555.42	5,293.52	4,970.99	4,670.71
Lowest share price	5,304.81	3,324.84	4,105.35	3,990.87

ACD'S REPORT *continued*

FUND INFORMATION *continued*

Comparative Tables *continued*

'C' INSTITUTIONAL INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	30.06.21 pence per share	31.12.20 pence per share	31.12.19 pence per share	31.12.18 pence per share
Opening net asset value per share	193.42	182.66	152.47	152.10
Return before operating charges*	45.17	12.44	33.10	3.33
Operating charges	(1.08)	(1.68)	(1.60)	(1.60)
Return after operating charges	44.09	10.76	31.50	1.73
Distributions	–	–	(1.31)	(1.36)
Closing net asset value per share	237.51	193.42	182.66	152.47
* after direct transaction costs of:	0.13	0.31	0.24	0.23

PERFORMANCE

Return after charges	22.79%	5.89%	20.66%	1.14%
----------------------	--------	-------	--------	-------

OTHER INFORMATION

Closing net asset value (£'000)	78,688	66,697	63,137	28,144
Closing number of shares	33,130,859	34,482,509	34,564,395	18,459,271
Operating charges	0.96%	0.98%	0.98%	0.98%
Direct transaction costs	0.06%	0.18%	0.15%	0.14%

PRICES

Highest share price	244.09	197.10	185.56	175.78
Lowest share price	197.52	123.80	154.04	150.98

ACD'S REPORT *continued*

FUND INFORMATION *continued*

Comparative Tables *continued*

'C' INSTITUTIONAL ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	30.06.21 pence per share	31.12.20 pence per share	31.12.19 pence per share	31.12.18 pence per share
Opening net asset value per share	200.89	189.73	157.15	155.48
Return before operating charges*	46.90	12.90	34.23	3.31
Operating charges	(1.12)	(1.74)	(1.65)	(1.64)
Return after operating charges	45.78	11.16	32.58	1.67
Distributions	–	–	(1.36)	(1.36)
Retained distributions on accumulation shares	–	–	1.36	1.36
Closing net asset value per share	246.67	200.89	189.73	157.15
* after direct transaction costs of:	0.13	0.32	0.25	0.24

PERFORMANCE

Return after charges	22.79%	5.88%	20.73%	1.07%
----------------------	--------	-------	--------	-------

OTHER INFORMATION

Closing net asset value (£'000)	168,350	129,709	116,293	65,530
Closing number of shares	68,248,044	64,567,330	61,294,758	42,333,792
Operating charges	0.96%	0.98%	0.98%	0.98%
Direct transaction costs	0.06%	0.18%	0.15%	0.14%

PRICES

Highest share price	253.51	204.71	192.24	180.63
Lowest share price	205.15	128.58	158.76	154.34

ACD'S REPORT *continued*

FUND INFORMATION *continued*

Comparative Tables *continued*

'D' INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	30.06.21 pence per share	31.12.20 pence per share	31.12.19 pence per share	31.12.18¹ pence per share
Opening net asset value per share	119.12	112.43	93.88	100.00
Return before operating charges*	27.82	7.66	20.38	(5.88)
Operating charges	(0.56)	(0.86)	(0.83)	(0.13)
Return after operating charges	27.26	6.80	19.55	(6.01)
Distributions	–	(0.11)	(1.00)	(0.11)
Closing net asset value per share	146.38	119.12	112.43	93.88
* after direct transaction costs of:	0.08	0.19	0.15	0.14

PERFORMANCE

Return after charges	22.88%	6.05%	20.82%	(6.01)%
----------------------	--------	-------	--------	---------

OTHER INFORMATION

Closing net asset value (£'000)	67	65	335	20,317
Closing number of shares	46,083	54,433	297,867	21,641,953
Operating charges	0.81%	0.82%	0.83%	0.83% ²
Direct transaction costs	0.06%	0.18%	0.15%	0.14%

PRICES

Highest share price	150.43	121.50	114.29	101.27
Lowest share price	121.65	76.22	94.87	95.13

¹ From 2 November 2018.

² Annualised figure due to share class launched less than 1 year.

ACD'S REPORT *continued*

FUND INFORMATION *continued*

Comparative Tables *continued*

'D' ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	30.06.21 pence per share	31.12.20 pence per share	31.12.19 pence per share	31.12.18¹ pence per share
Opening net asset value per share	120.56	113.69	94.01	100.00
Return before operating charges*	28.16	7.76	20.52	(5.86)
Operating charges	(0.57)	(0.89)	(0.84)	(0.13)
Return after operating charges	27.59	6.87	19.68	(5.99)
Distributions	–	(0.12)	(1.01)	(0.12)
Retained distributions on accumulation shares	–	0.12	1.01	0.12
Closing net asset value per share	148.15	120.56	113.69	94.01
* after direct transaction costs of:	0.08	0.19	0.15	0.14

PERFORMANCE

Return after charges	22.88%	6.04%	20.93%	(5.99)%
----------------------	--------	-------	--------	---------

OTHER INFORMATION

Closing net asset value (£'000)	102	83	79	–
Closing number of shares	69,204	69,204	69,204	250
Operating charges	0.81%	0.83%	0.83%	0.83% ²
Direct transaction costs	0.06%	0.18%	0.15%	0.14%

PRICES

Highest share price	152.25	122.86	115.20	101.27
Lowest share price	123.12	77.08	95.02	95.14

¹ From 2 November 2018.

² Annualised figure due to share class launched less than 1 year.

ACD'S REPORT *continued*

FUND INFORMATION *continued*

Fund Performance to 30 June 2021 (%)

	6 months	1 year	3 years	5 years
LF Gresham House UK Micro Cap Fund	22.45	44.19	44.88	135.95

The performance of the Fund is based on the published price per 'C' Institutional 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 period end, rather than the period end return after operating charges.

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.

ACD'S REPORT *continued*
PORTFOLIO STATEMENT
as at 30 June 2021

Holding	Portfolio of Investments	Value £'000	30.06.21 %
	UNITED KINGDOM – 93.33% (31.12.20 – 93.11%)		
	TECHNOLOGY – 16.14% (31.12.20 – 19.57%)		
	SOFTWARE AND COMPUTER SERVICES – 16.14% (31.12.20 – 19.57%)		
2,687,198	Access Intelligence	3,144	0.99
2,610,421	ActiveOps	5,221	1.64
1,993,511	GetBusy	1,714	0.54
1,167,531	Instem	8,523	2.67
2,637,957	Kape Technologies	7,940	2.49
2,527,063	Kooth	8,643	2.71
9,541,236	Netcall	6,774	2.13
3,820,171	Oxford Metrics	4,011	1.26
37,730,455	Rosslyn Data Technologies	2,170	0.68
8,244,423	SysGroup	3,298	1.03
		<u>51,438</u>	<u>16.14</u>
	TOTAL TECHNOLOGY	<u>51,438</u>	<u>16.14</u>
	TELECOMMUNICATIONS – 1.62% (31.12.20 – 1.84%)		
	TELECOMMUNICATION SERVICE PROVIDERS – 1.62% (31.12.20 – 1.84%)		
4,565,950	Bigblu Broadband	5,160	1.62
	TOTAL TELECOMMUNICATIONS	<u>5,160</u>	<u>1.62</u>
	HEALTH CARE – 1.93% (31.12.20 – 3.69%)		
	MEDICAL EQUIPMENT AND SERVICES – 0.00% (31.12.20 – 0.84%)	–	–
	PHARMACEUTICALS AND BIOTECHNOLOGY – 1.93% (31.12.20 – 2.85%)		
4,929,967	Diaceutics	6,162	1.93
	TOTAL HEALTH CARE	<u>6,162</u>	<u>1.93</u>

ACD'S REPORT *continued*
PORTFOLIO STATEMENT *continued*
as at 30 June 2021

Holding	Portfolio of Investments	Value £'000	30.06.21 %
	FINANCIALS – 21.82% (31.12.20 – 19.81%)		
	FINANCE AND CREDIT SERVICES – 3.47% (31.12.20 – 3.60%)		
527,326	Mortgage Advice Bureau	6,222	1.95
2,228,423	Orchard Funding	1,315	0.42
4,691,295	Trufin	3,519	1.10
		11,056	3.47
	INVESTMENT BANKING AND BROKERAGE SERVICES – 14.29% (31.12.20 – 16.21%)		
6,036,482	Argentex	7,455	2.34
5,769,250	Frenkel Topping	3,000	0.94
324,547	Impax Asset Management	3,629	1.14
1,935,914	Mattioli Woods	14,132	4.44
1,440,736	Tatton Asset Management	6,066	1.90
8,279,684	XPS Pensions ¹	11,260	3.53
		45,542	14.29
	CLOSED END INVESTMENTS – 4.06% (31.12.20 – 0.00%)		
5,703,441	AdvancedAdvT	6,844	2.15
2,042,271	Strategic Equity Capital ^{1,2}	6,086	1.91
		12,930	4.06
	TOTAL FINANCIALS	69,528	21.82
	CONSUMER DISCRETIONARY – 22.59% (31.12.20 – 21.12%)		
	HOUSEHOLD GOODS AND HOME CONSTRUCTION – 1.68% (31.12.20 – 1.83%)		
12,043,263	Accrol	5,359	1.68
237,782	Mar City ³	–	–
		5,359	1.68

ACD'S REPORT *continued*
PORTFOLIO STATEMENT *continued*
as at 30 June 2021

Holding	Portfolio of Investments	Value £'000	30.06.21 %
	PERSONAL GOODS – 0.00% (31.12.20 – 1.33%)	–	–
	MEDIA – 0.52% (31.12.20 – 1.46%)		
13,333,333	Hawkwing ¹	833	0.26
531,816	Pebble	824	0.26
		<u>1,657</u>	<u>0.52</u>
	RETAILERS – 9.66% (31.12.20 – 5.37%)		
10,576,991	Angling Direct	7,510	2.35
4,808,332	Franchise Brands	7,068	2.22
987,134	Marshall Motor	1,876	0.59
4,339,071	musicMagpie	8,244	2.59
2,650,173	Virgin Wines	6,095	1.91
		<u>30,793</u>	<u>9.66</u>
	TRAVEL & LEISURE – 10.73% (31.12.20 – 11.13%)		
6,179,142	City Pub	7,662	2.40
1,335,834	Everyman Media	2,031	0.64
3,545,531	Loungers	9,573	3.00
10,883,468	Tasty	653	0.21
2,605,341	TEN Entertainment ¹	6,044	1.90
2,928,217	The Gym ¹	8,228	2.58
		<u>34,191</u>	<u>10.73</u>
	TOTAL CONSUMER DISCRETIONARY	<u>72,000</u>	<u>22.59</u>
	INDUSTRIALS – 29.23% (31.12.20 – 26.71%)		
	CONSTRUCTION AND MATERIALS – 2.45% (31.12.20 – 3.40%)		
13,571,392	Costain ¹	7,804	2.45
	ELECTRONIC AND ELECTRICAL EQUIPMENT – 0.00% (31.12.20 – 0.04%)	–	–

ACD'S REPORT *continued*
PORTFOLIO STATEMENT *continued*
as at 30 June 2021

Holding	Portfolio of Investments	Value £'000	30.06.21 %
	INDUSTRIAL SUPPORT SERVICES – 26.78% (31.12.20 – 23.27%)		
3,549,527	Alpha Financial Markets Consulting	12,423	3.90
3,771,583	Anexo	5,431	1.70
2,282,120	Begbies Traynor	3,063	0.96
4,813,009	Driver	2,888	0.91
1,638,384	Elixirr International	9,011	2.83
5,061,146	Filta	7,592	2.38
4,088,423	Fintel	9,403	2.95
55,434,119	Inspired Energy	10,976	3.44
1,692,414	Knights	6,702	2.10
1,615,360	Ricardo ¹	6,591	2.07
853,622	Silver Bullet Data Services	2,689	0.84
14,340,522	Staffline	8,604	2.70
		<u>85,373</u>	<u>26.78</u>
	TOTAL INDUSTRIALS	<u>93,177</u>	<u>29.23</u>
	BASIC MATERIALS – 0.00% (31.12.20 – 0.37%)	–	–
	CHEMICALS – 0.00% (31.12.20 – 0.37%)	–	–
	TOTAL UNITED KINGDOM	<u>297,465</u>	<u>93.33</u>
	BERMUDA – 2.04% (31.12.20 – 3.12%)		
4,060,650	Randall & Quilter Investment	<u>6,497</u>	<u>2.04</u>

ACD'S REPORT *continued*
PORTFOLIO STATEMENT *continued*
as at 30 June 2021

Holding	Portfolio of Investments	Value £'000	30.06.21 %
	Portfolio of investments	303,962	95.37
	Net other assets	14,748	4.63
	Net assets	<u>318,710</u>	<u>100.00</u>

The investments are ordinary shares quoted on the Alternative Investment Market (AIM) unless stated otherwise.

¹ Listed on a regulated market.

² Closed end fund.

³ Delisted security.

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

ACD'S REPORT *continued*

SUMMARY OF MATERIAL PORTFOLIO CHANGES

for the half year ended 30 June 2021

Total purchases for the half year £'000	74,495	Total sales for the half year £'000	77,774
	Cost		Proceeds
Major purchases	£'000	Major sales	£'000
musicMagpie	9,576	Kape Technologies	7,413
Strategic Equity Capital	6,928	Impax Asset Management	4,411
AdvancedAdvT	6,500	Mortgage Advice Bureau	4,047
Virgin Wines	5,950	Codemasters	3,700
ActiveOps	4,998	Accesso Technology	3,586
Mattioli Woods	4,788	S4 Capital	3,318
Staffline	4,500	SourceBio International	2,539
Accrol	3,869	Inspecc	2,450
Trufin	2,871	Pebble	1,942
Begbies Traynor	2,767	Knights	1,820

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

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.

N. BOYLING

LINK FUND SOLUTIONS LIMITED

ACD of LF Gresham House UK Micro Cap Fund

31 August 2021

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN

for the half year ended 30 June 2021

	£'000	30.06.21 £'000	£'000	30.06.20 £'000
Income:				
Net capital gains/(losses)		62,061		(24,863)
Revenue	1,039		591	
Expenses	(1,525)		(1,112)	
Net expense before taxation	(486)		(521)	
Taxation	—		—	
Net expense after taxation		(486)		(521)
Total return before distributions		61,575		(25,384)
Distributions		—		—
Change in net assets attributable to shareholders from investment activities		61,575		(25,384)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the half year ended 30 June 2021

	£'000	30.06.21 £'000	£'000	30.06.20 £'000
Opening net assets attributable to shareholders		254,787		234,867
Amounts receivable on issue of shares	74,817		58,280	
Amounts payable on redemption of shares	(72,580)		(26,025)	
		2,237		32,255
Dilution levy		111		276
Change in net assets attributable to shareholders from investment activities		61,575		(25,384)
Closing net assets attributable to shareholders		318,710		242,014

The above statement shows the comparative closing net assets at 30 June 2020 whereas the current accounting period commenced 1 January 2021.

INTERIM FINANCIAL STATEMENTS (UNAUDITED) *continued*

BALANCE SHEET

as at 30 June 2021

	30.06.21 £'000	31.12.20 £'000
ASSETS		
Fixed assets		
Investments	303,962	245,177
Current assets		
Debtors	983	891
Cash and cash equivalents	15,018	11,537
Total assets	<u>319,963</u>	<u>257,605</u>
LIABILITIES		
Creditors		
Other creditors	<u>(1,253)</u>	<u>(2,818)</u>
Total liabilities	<u>(1,253)</u>	<u>(2,818)</u>
Net assets attributable to shareholders	<u>318,710</u>	<u>254,787</u>

INTERIM FINANCIAL STATEMENTS (UNAUDITED) *continued*

NOTES TO THE INTERIM FINANCIAL STATEMENTS

for the half year ended 30 June 2021

1. Accounting Policies

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

The financial statements 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 the Fund's ability to continue as a going concern, and is satisfied it has 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, expense projections, key service provider's operational resilience, and the impact of COVID-19. The ACD also considered the Fund's continued ability to meet ongoing costs, and is satisfied it has the resources to meet these costs and to continue in business.

GENERAL INFORMATION

Share Capital

The minimum share capital of the Fund is £1,000,000 and the maximum share capital is £500,000,000.

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 Fund on the relevant interim and/or annual accounting dates. This is reflected in the price of an accumulation share.

Valuation Point

The current valuation point of the Fund is at 12.00 noon (London time) on each business day. Valuations may be made at other times with the Depositary's approval.

Buying and Selling Shares

The ACD will accept orders to buy or sell 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 389, Darlington DL1 9UF or by telephone on 0345 922 0044.

Prices

The prices of all shares are published on every dealing day on the ACD's website: www.linkfundsolutions.co.uk. The prices of shares may also be obtained by calling 0345 922 0044 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 the office of the ACD which is also the Head Office. Copies of these may be obtained upon application and, excepting the Instrument of Incorporation, can be found on the ACD's website, www.linkfundsolutions.co.uk.

Shareholders who have any complaints about the operation of the Fund 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.

GENERAL INFORMATION *continued*

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.



 6th Floor, 65 Gresham Street, London EC2V 7NQ

 0345 922 0044

 linkfundsolutions.co.uk