



abrdrn Dynamic Distribution Fund

Interim Long Report (unaudited)
For the six months ended 30 September 2024

abrdrn.com

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Report of the Manager

abrdrn Dynamic Distribution Fund (the "fund") is an authorised unit trust scheme under the Financial Services and Markets Act 2000. The effective date of the authorisation order made by the Financial Services Authority (the "FCA") was 8 February 2006.

The fund was established by Trust Deed entered into on 6 February 2006 and is an authorised unit trust scheme which falls into the category of non-UCITS retail scheme. The fund is also an alternative investment fund for the purposes of the FCA rules. Its FCA Product Reference Number ("PRN") is 442759.

Appointments

Manager

abrdrn Fund Managers Limited

Registered office

280 Bishopsgate
London
EC2M 4AG

Correspondence address

PO Box 12233
Chelmsford
Essex
CM99 2EE

Investment Adviser

abrdrn Investment Management Limited

Registered office

1 George Street
Edinburgh
EH2 2LL

Trustee

Citibank UK Limited

Registered office

Citigroup Centre
Canada Square
Canary Wharf
London
E14 5LB

Registrar

SS&C Financial Services Europe Limited
SS&C House
St Nicholas Lane
Basildon
Essex
SS15 5FS

Independent Auditor

KPMG LLP
St Vincent Plaza
319 St Vincent Street
Glasgow
G2 5AS

Report of the Manager

Continued

The Investment Advisers have the authority of the Manager to make decisions on its behalf in all aspects of the investment management of the investments and other property of the fund. The main terms of the agreement with each investment adviser are that it should have the authority of the Manager to make decisions on its behalf in all aspects of the investment management of the investments and other property of the fund, including the fund's powers to enter into hedging transactions relating to efficient portfolio management. The adviser's powers extend to all of the property of the fund except any part which the Manager excludes from the adviser's powers. The adviser is to report details of each transaction to the Manager and to confer with the Manager when required by it. The Manager will notify the adviser of additional cash available for investment.

The Authorised Fund Manager ('the Manager') of the fund is abrdr Fund Managers Limited, which is a private company limited by shares incorporated on 7 November 1962. Its ultimate holding company is abrdr plc.

Financial details and Fund Managers' reviews of the fund for the period ended 30 September 2024 are given in the following pages of this report.

The fund operates as a single priced scheme, calculated with reference to the net asset value of the fund.

The daily price for the fund appears on the abrdr plc ("abrdr") website at abrdr.com.

The investment objective of the fund is disclosed within the Fund Profile and the investment activities are disclosed within the Investment Report.

Unitholders in the fund are not liable for the debts of the fund.

Significant Events

The military offensive from Russia against Ukraine since February 2022 continues to pose widespread sanctions on Russian assets. Geopolitical events can adversely affect assets of funds and performance thereon. To ensure the fair treatment of investors, abrdr's Investor Protection Committee (IPC) undertakes regular reviews of market liquidity across each asset class and fund, making appropriate adjustments where necessary.

abrdr's Valuation and Pricing Committee (VPC) also continue to review the valuation of assets and the recoverability of income from those assets making appropriate adjustments where necessary. The VPC is made up of a wide range of specialists across abrdr with a wide range of experience in asset pricing. The Management Company has also evaluated, and will

continue to evaluate, the operational resilience of all service providers. The Company's key suppliers do not have operations pertaining to the Company in Ukraine or Russia.

Developments and Prospectus Updates Since 1 April 2024

- On the 23rd of July 2024, the registered office address was updated to 1 George Street, Edinburgh, EH2 2LL for abrdr Investments Limited
- The list of funds managed by the Manager was updated, where appropriate;
- Performance and dilution figures were refreshed, where appropriate;
- The list of sub-custodians was refreshed, where appropriate.
- The list of eligible markets was refreshed, where appropriate.
- The list of sub-investment advisors to the funds was refreshed, where appropriate.
- The risk disclosures in relation to the funds were refreshed, where appropriate.

Assessment of Value

In 2017 the Financial Conduct Authority (FCA) published the final Asset Management Market Study. This introduced (among other reforms) new governance rules with the aim of enhancing duty of care and ensuring the industry acts in investors' best interests. The rules were outlined in the FCA policy statement PS18/8 and came into effect from 30 September 2019. As a result, abrdr Fund Managers Limited is required to perform a detailed annual assessment, determining whether our funds are "providing value to investors". The resulting findings will be published on a composite basis throughout the year, and can be found on the 'Literature' pages of our website.

Report of the Manager

Continued

Climate-related Financial Disclosures

The recommendations by the Taskforce for Climate-related Financial Disclosures (TCFD) – initiated by the Financial Stability Board in 2015 and adopted in 2017 – provide organisations with a consistent framework for disclosing financial impacts of climate-related risks and opportunities. The disclosure in line with TCFD recommendations enables external stakeholders to gain a better understanding of the climate-related risks and opportunities (including how they are managed) that are likely to impact the organisation's future financial position as reflected in its income statement, cash flow statement, and balance sheet. The TCFD has developed 11 recommendations which are structured around four thematic areas, notably governance, strategy, risk management and metrics and target. In Policy Statement 21/24 the Financial Conduct Authority (FCA) have created a regulatory framework for asset managers, life insurers and FCA-regulated pension providers to make climate-related disclosures consistent with the recommendations of the TCFD. As a result of the disclosure requirements abrdn Dynamic Distribution Fund is required to perform a detailed annual assessment, determining financial impacts of climate-related risks and opportunities. The resulting findings are published at **Fund literature | abrdn**.

Manager's Statement

In accordance with the requirements of the COLL Rules as issued and amended by the Financial Conduct Authority, we hereby certify the report on behalf of abrdn Fund Managers Limited, the Authorised Fund Manager.

Aron Mitchell

Director

26 November 2024

Adam Shanks

Director

26 November 2024

Investment Report

Investment Objective

To generate income and some growth over the long term (5 years or more) by investing in a diversified range of abrdn funds.

Performance Target: To exceed the IA Mixed Investment 20-60% Shares Sector Average return over one year (after charges) and to be top quartile over rolling three year periods.

The performance target is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the performance target.

The fund targets a yield in excess of the income that would be delivered by a representative basket of assets (composed of 22.5% UK Equities (FTSE All-Share Index), 22.5% Global Equities (MSCI World ex UK) and 55% Sterling Bonds (ICE BofA Sterling Non Gilts).

Investment Policy

Portfolio Securities

- The fund will invest at least 80% in actively managed abrdn funds to obtain broad exposure to a range of diversified investments.
- It may invest up to 20% in passively managed funds (including those managed by abrdn).
- At least 30% of the fund will be invested in bonds (loans to a company or government) and cash or money market instruments.
- At least in 50% of the fund will be in sterling denominated assets, or in assets for which the impact of currency movements is mitigated (hedged).
- The rest of the fund will be invested in a selection of other funds investing in assets classes such as equities (company shares) commercial property and funds that can use a combination of traditional assets (such as equities and bonds) and investment strategies based on derivatives.

Management Process

- The management team use their discretion (active management) to select funds within each asset class and ensure that the strategic asset allocation (long term proportions in each asset class) meets the fund's objectives.
- In addition, they will take tactical asset allocations (changing short term proportions in each asset class) with the aim of improving returns.

- The fund will be subject to constraints which are intended to manage risk such as the fund must not hold more than 60% of its assets in equities. Due to the active nature of the management process, the fund's performance profile may deviate significantly from the IA's Mixed Investment 20-60% Shares Sector Average.

Derivatives and Techniques

- The fund is not expected to invest in derivatives directly however it may invest in other funds which use derivatives more extensively.

Performance Review

During the six months under review, the fund returned 3.31% (Institutional Accumulation shares, net of fees), which marginally underperformed the IA Mixed Investment 20-60% Shares sector average of 3.51% (Source: Morningstar).

Any data contained herein which is attributed to a third party ("Third Party Data") is the property of (a) third party supplier(s) (the "Owner") and is licensed for use by abrdn**. Third Party Data may not be copied or distributed. Third Party Data is provided "as is" and is not warranted to be accurate, complete or timely. To the extent permitted by applicable law, none of the Owner, abrdn** or any other third party (including any third party involved in providing and/or compiling Third Party Data) shall have any liability for Third Party Data or for any use made of Third Party Data. Neither the Owner nor any other third party sponsors, endorses or promotes the fund or product to which Third Party Data relates.

**abrdn means the relevant member of abrdn group, being abrdn plc together with its subsidiaries, subsidiary undertakings and associated companies (whether direct or indirect) from time to time.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Companies selected for illustrative purposes only to demonstrate the investment management style described herein and not as an investment recommendation or indication of future performance.

Although inflationary concerns persisted at the beginning of the period, signs of moderating interest rate expectations began to assert themselves from late spring. Consequently, the fixed income exposure in the fund proved very beneficial. The abrdn Global Corporate Bond Fund gained 5.38% while the abrdn Short Dated Global Corporate Bond Fund advanced 4.42%. High yield and emerging market bonds also added to performance, with the abrdn Global High Yield Bond Fund, the abrdn Emerging Market Corporate Bond Fund and the abrdn Frontier Markets Fund advancing 5.52%, 6.57% and 4.74%, respectively.

Investment Report

Continued

Equity performance was largely positive, although there was a very clear differentiation between emerging markets and their developed peers due to stimulus measures announced by Chinese authorities post the US Federal Reserve interest rate cut. Accordingly, the abrdn Asia Pacific ex Japan Tracker Fund gained a significant 10.27% while the abrdn Emerging Markets Income Equity Fund rose by 4.84%. UK Smaller Companies also had a better period, with the abrdn UK Smaller Companies Fund returning 5.66%. This was after an exceptionally challenging period for smaller companies, which benefitted from lower interest rate expectations and attractive valuations.

In contrast, Japanese equities had a more challenging period, with the Japan Equity Index Fund declining 2.78%. Muted returns were also experienced in European equities and UK physical property, with the abrdn European Income Equity Fund and abrdn Real Estate Property Fund gaining 0.75% and 0.55%, respectively.

The best performing position was the abrdn Global Real Estate Shares Fund, which benefitted from the market's expectations of lower interest rates. The position gained 10.58% over the reporting period.

Market Review

Global equity markets were mostly positive over the past six months, with the US, the UK and emerging markets all posting positive returns. UK large-cap companies performed relatively in line with small and mid-cap companies over the period.

At the start of the period, there was a downturn in equity market performance, affected by continued interest rate concerns and geopolitical tensions. Stocks then rebounded in May and June, boosted by optimism regarding potential rate cuts, declining inflation and solid corporate earnings. July maintained this upward trend as dovish statements from central banks and weaker US jobs data fuelled expectations of a rate cut by the US Federal Reserve (Fed). August 2024 was characterised by early volatility, sparked by weak US economic data and an unexpected rate hike by the Bank of Japan. However, markets recovered as expectations grew surrounding a Fed rate cut in September.

In September, the Fed cut rates by 50 basis points (bps) to 4.75%-5.00%, its first reduction since early 2020. The European Central Bank (ECB) also lowered interest rates, cutting its deposit facility rate by 25 bps to 3.50%. The Bank of England (BoE) chose to keep the Bank Rate unchanged at 5.00%. This dovish sentiment from the Fed and the ECB was positive for global equities, particularly in the US and the eurozone.

In fixed income markets, government bond prices were flat in sterling terms during the period. Investors will be watching the Fed, the ECB and the BoE closely over the final quarter of 2024 to see whether further rate cuts materialise.

Portfolio Activity and Review

The Dynamic Distribution Fund's strategy is to invest in a range of funds managed by abrdn to achieve a diversified investment mix across equities, bonds and property. The fund sits within the IA Mixed Investment 20-60% Shares sector.

The main change to the portfolio over the review period was the reduction to the UK Income Unconstrained Equity Fund, which was merged into the UK Income Equity Fund at the end of the quarter. This represented a focus towards a higher conviction mandate, which invests in high-quality businesses that should provide earnings resilience during more volatile environments.

Portfolio Outlook and Strategy

Although the Fed's chairman Jerome Powell indicated the Fed is likely to cut rates again before the end of the year, he insinuated these cuts are likely to be around 25 bps rather than 50 bps. In Europe, the ECB's officials indicated more cuts may be on the way. However, ECB president Christine Lagarde stated at the bank's September meeting that the rate-cutting path is "not predetermined" and that the ECB will require more data before it cuts further. In the UK, the BoE indicated there could be a 25-bps cut in November. However, similarly to Lagarde, BoE governor Andrew Bailey struck a cautious tone, stating that the bank needs to "be careful not to cut interest rates too quickly or by too much".

Two upcoming events that may affect financial markets are the UK's Autumn Budget, which is released on 30 October, and the US presidential election on 5 November. Investors will be paying close attention to both, anticipating possible shifts in fiscal policy and political outcomes that may affect global market dynamics.

Managed & Modelled Solutions Team

October 2024

Investment Report

Continued

Risk and Reward Profile

The Risk and Reward Indicator table demonstrates where the fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the fund. The table below shows the fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk			Typically higher rewards, higher risk				
←						→	
1	2	3	4	5	6	7	

Risk and reward indicator table as at 30 September 2024.

The fund is rated as 4 because of the extent to which the following risk factors apply:

- The fund invests in securities which are subject to the risk that the issuer may default on interest or capital payments.
- The fund price can go up or down daily for a variety of reasons including changes in interest rates, inflation expectations or the perceived credit quality of individual countries or securities.
- The fund invests in equity and equity related securities. These are sensitive to variations in the stock markets which can be volatile and change substantially in short periods of time.
- Emerging markets are countries generally considered to be relatively less developed or industrialized, and investments in emerging markets countries are subject to a magnification of the risks that apply to foreign investments. These risks are greater for securities of companies in emerging market countries because the countries may have less stable governments, more volatile currencies and less established markets.
- Commercial property is less liquid than other asset classes such as bonds or equities. Selling property can be a lengthy process so investors in the fund should be aware that they may not be able to sell their investment when they want to.
- Commercial property transaction charges are higher than those which apply in other asset classes. Investors should be aware that a high volume of transactions would have a material impact on fund returns.
- Property valuation is a matter of judgment by an independent valuer and is therefore a matter of the valuer's opinion rather than fact.
- The fund may hold money-market instruments, the value of which may be subject to adverse movements in extreme market conditions.

- The use of derivatives carries the risk of reduced liquidity, substantial loss and increased volatility in adverse market conditions, such as a failure amongst market participants. The use of derivatives may result in the fund being leveraged (where market exposure and thus the potential for loss by the fund exceeds the amount it has invested) and in these market conditions the effect of leverage will be to magnify losses.
- The fund invests in high yielding bonds which carry a greater risk of default than those with lower yields.
- The fund employs a single swinging pricing methodology to protect against the dilution impact of transaction costs. Due to the high transaction charges associated with the fund's assets, a change in the pricing basis will result in a significant movement in the fund's published price.

All investment involves risk. This fund offers no guarantee against loss or that the fund's objective will be attained.

The price of assets and the income from them may go down as well as up and cannot be guaranteed; an investor may receive back less than their original investment.

Inflation reduces the buying power of your investment and income.

The value of assets held in the fund may rise and fall as a result of exchange rate fluctuations.

The fund could lose money if an entity (counterparty) with which it does business becomes unwilling or unable to honour its obligations to the fund.

In extreme market conditions some securities may become hard to value or sell at a desired price. This could affect the fund's ability to meet redemptions in a timely manner.

The fund could lose money as the result of a failure or delay in operational processes and systems including but not limited to third party providers failing or going into administration.

Comparative Tables

Retail accumulation	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	4,258	4,300	4,951	7,024
Closing number of units	4,207,863	4,377,878	5,436,479	7,370,832
Closing net asset value per unit (pence)	101.19	98.22	91.08	95.29
Change in net asset value per unit	3.02%	7.84%	(4.42%)	0.80%
Operating charges	1.28%	1.28%	1.28%	1.29%

Retail income	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	446	623	683	1,064
Closing number of units	873,873	1,234,064	1,398,107	2,003,848
Closing net asset value per unit (pence)	51.06	50.52	48.81	53.08
Change in net asset value per unit	1.07%	3.50%	(8.04%)	(2.37%)
Operating charges	1.28%	1.28%	1.28%	1.29%

Institutional accumulation	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	4,429	4,877	5,803	7,606
Closing number of units	3,943,660	4,482,173	5,773,220	7,259,265
Closing net asset value per unit (pence)	112.32	108.81	100.52	104.77
Change in net asset value per unit	3.23%	8.25%	(4.06%)	1.19%
Operating charges	0.81%	0.81%	0.81%	0.82%

Institutional income	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	1,136	1,192	1,304	1,797
Closing number of units	1,964,439	2,088,952	2,375,149	3,024,313
Closing net asset value per unit (pence)	57.84	57.09	54.90	59.41
Change in net asset value per unit	1.31%	3.99%	(7.59%)	(1.90%)
Operating charges	0.81%	0.81%	0.81%	0.82%

Institutional regulated accumulation	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	60,303	62,303	67,417	85,561
Closing number of units	51,265,070	54,749,801	64,310,177	78,520,439
Closing net asset value per unit (pence)	117.63	113.80	104.83	108.97
Change in net asset value per unit	3.37%	8.56%	(3.80%)	1.48%
Operating charges	0.46%	0.46%	0.46%	0.47%

Platform 1 accumulation	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	17,817	19,151	21,818	26,686
Closing number of units	19,519,168	21,652,860	26,692,374	31,309,661
Closing net asset value per unit (pence)	91.28	88.44	81.74	85.23
Change in net asset value per unit	3.21%	8.20%	(4.09%)	1.15%
Operating charges	0.86%	0.86%	0.86%	0.87%

Comparative Tables

Continued

Platform 1 income	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	4,945	5,648	6,307	7,572
Closing number of units	8,500,596	9,835,067	11,414,624	12,656,600
Closing net asset value per unit (pence)	58.17	57.42	55.25	59.83
Change in net asset value per unit	1.31%	3.93%	(7.66%)	(1.95%)
Operating charges	0.86%	0.86%	0.86%	0.87%

ZC accumulation	30 September 2024	31 March 2024	31 March 2023	31 March 2022
Closing net asset value (£'000)	295	325	288	291
Closing number of units	244,547	278,533	268,846	261,918
Closing net asset value per unit (pence)	120.65	116.57	107.13	111.09
Change in net asset value per unit	3.50%	8.81%	(3.56%)	1.72%
Operating charges	0.16%	0.16%	0.16%	0.17%

The closing net asset value (£'000) divided by the closing number of units may not calculate to the closing net asset value per unit (pence) due to rounding differences. The published closing net asset value per unit (pence) is based on unrounded values and represents the actual price.

The change in the net asset value per unit is the change from the beginning of the period to the close of the period.

Operating charges are expenses associated with the maintenance and administration of the fund on a day-to-day basis that are actually borne by the unit class.

Portfolio Statement

As at 30 September 2024

Holding	Investment	Market value £'000	Percentage of total net assets
Collective Investment Schemes (99.88%)		93,495	99.86
Absolute Return Funds (5.95%)		5,888	6.29
631,620	abrdrn Total Return Credit Fund SICAV II Z Inc+	5,888	6.29
Bond Funds (43.79%)		40,954	43.74
1,927,504	abrdrn Corporate Bond Fund ZA Inc+	883	0.94
1,193,740	abrdrn Emerging Market Local Currency Debt Fund SICAV II Z Inc+	9,588	10.24
500,638	abrdrn Emerging Markets Corporate Bond Fund SICAV I Z Inc Hdgd+	4,260	4.55
141,407	abrdrn Frontier Markets Bond Fund SICAV I Z Inc Hdgd+	1,157	1.24
307,625	abrdrn Global Corporate Bond Fund SICAV II Z Inc Hdgd+	2,727	2.91
1,911,517	abrdrn Global Government Bond Tracker Fund X Acc+	1,948	2.08
873,265	abrdrn Global High Yield Bond Fund SICAV II Z Inc Hdgd+	7,509	8.02
225,539	abrdrn Global Short Dated Corporate Bond Fund SICAV II Z Inc Hdgd+	2,151	2.30
17,983,440	abrdrn Short Dated Corporate Bond Fund ZA Inc+	8,727	9.32
3,191,166	abrdrn Strategic Bond Fund ZA Inc+	2,004	2.14
Equity Funds (45.68%)		42,545	45.44
5,127,249	abrdrn Asia Pacific ex-Japan Equity Tracker Fund X Inc+	5,756	6.15
3,294,343	abrdrn Emerging Markets Income Equity Fund ZA Inc+	2,790	2.98
4,056,088	abrdrn Europe ex UK Income Equity Fund ZA Inc+	5,561	5.94
3,736,518	abrdrn Japan Equity Tracker Fund X Inc+	4,481	4.79
8,168,319	abrdrn MT American Equity Value Institutional Z Inc+	8,438	9.01
20,646,500	abrdrn UK Income Equity Fund ZA Inc+	13,214	14.11
992,932	abrdrn UK Smaller Companies Fund ZA Inc+	2,305	2.46
Property Funds (4.46%)		4,108	4.39
1,025,019	abrdrn Global Real Estate Fund ZA Inc+	616	0.66
3,061,030	abrdrn Global Real Estate Share Fund ZA Inc+	1,426	1.52
5,106,782	abrdrn UK Real Estate Fund ZA Inc+	2,066	2.21
Total investment assets		93,495	99.86
Net other assets		134	0.14
Total Net Assets		93,629	100.00

All investments are regulated collective investment schemes within the meaning of the FCA rules.
The percentage figures in brackets show the comparative holding as at 31 March 2024.

+ Managed by subsidiaries of abrdrn plc.

Financial Statements

Statement of Total Return

For the six months ended 30 September 2024

	30 September 2024		30 September 2023	
	£'000	£'000	£'000	£'000
Income:				
Net capital gains/(losses)		1,567		(706)
Revenue	1,939		2,225	
Expenses	(260)		(290)	
Net revenue before taxation	1,679		1,935	
Taxation	(191)		(200)	
Net revenue after taxation		1,488		1,735
Total return before distributions		3,055		1,029
Distributions		(1,770)		(2,074)
Change in net assets attributable to unitholders from investment activities		1,285		(1,045)

Statement of Change in Net Assets Attributable to Unitholders

For the six months ended 30 September 2024

	30 September 2024		30 September 2023	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		98,419		108,571
Amounts receivable on the issue of units	975		122	
Amounts payable on the cancellation of units	(8,659)		(9,513)	
		(7,684)		(9,391)
Change in net assets attributable to unitholders from investment activities (see above)		1,285		(1,045)
Retained distribution on accumulation units		1,603		1,854
Unclaimed distributions		6		-
Closing net assets attributable to unitholders		93,629		99,989

Comparative information is provided for the statement of change in net assets attributable to unitholders. Since this information is for the prior interim period, the net assets at the end of that period do not correspond to the net assets at the start of the current period.

Financial Statements

Continued

Balance Sheet

As at 30 September 2024

	30 September 2024		31 March 2024	
	£'000	£'000	£'000	£'000
Assets:				
Fixed assets:				
Investment assets		93,495		98,304
Current assets:				
Debtors	381		686	
Cash and bank balances	6		-	
Cash equivalents	276		358	
		663		1,044
Total assets		94,158		99,348
Liabilities:				
Bank overdrafts	-		(1)	
Creditors	(462)		(828)	
Distribution payable	(67)		(100)	
		(529)		(929)
Total liabilities		(529)		(929)
Net assets attributable to unitholders		93,629		98,419

Notes to the Financial Statements of abrdn Dynamic Distribution Fund

Accounting Policies

For the six months ended 30 September 2024.

Basis of Accounting

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

The Manager has undertaken a detailed assessment, and continues to monitor, the fund's ability to meet its liabilities as they fall due, including liquidity, declines in global capital markets and investor redemption levels. Based on this assessment, the fund continues to be open for trading and the Manager is satisfied the fund has adequate financial resources to continue in operation for at least the next 12 months and accordingly it is appropriate to adopt the going concern basis in preparing the financial statements.

Distribution Policy

The revenue from the fund's investments accumulates during each accounting period. If revenue exceeds expenses during the period, the net revenue of the fund is available for distribution (or re-investment) at unit class level to the unitholders in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook. If expenses exceed revenue during the period, the net revenue shortfall may be funded from capital.

The fund makes dividend distributions.

Gains and losses on non-derivative investments and currencies, whether realised or unrealised, are taken to capital and are not available for distribution. For derivative investments, where positions are undertaken to enhance capital return, the gains and losses are taken to capital, otherwise where they generate revenue, the amounts are included as revenue or expense and affect distributions.

Distribution Tables

For the six months ended 30 September 2024 (in pence per unit)

First interim dividend distribution

Group 1 - units purchased prior to 1 April 2024

Group 2 - units purchased between 1 April 2024 and 30 June 2024

	Revenue	Equalisation	Distribution paid 30/08/24	Distribution paid 31/08/23
Retail accumulation				
Group 1	0.8582	-	0.8582	0.7885
Group 2	0.6024	0.2558	0.8582	0.7885
Retail income				
Group 1	0.4436	-	0.4436	0.4221
Group 2	0.0194	0.4242	0.4436	0.4221
Institutional accumulation				
Group 1	0.9255	-	0.9255	0.8466
Group 2	0.4600	0.4655	0.9255	0.8466
Institutional income				
Group 1	0.4859	-	0.4859	0.4620
Group 2	0.0293	0.4566	0.4859	0.4620
Institutional regulated accumulation				
Group 1	0.9483	-	0.9483	0.8640
Group 2	0.2458	0.7025	0.9483	0.8640
Platform 1 accumulation				
Group 1	0.7547	-	0.7547	0.6900
Group 2	0.3354	0.4193	0.7547	0.6900
Platform 1 income				
Group 1	0.4902	-	0.4902	0.4664
Group 2	0.2600	0.2302	0.4902	0.4664
ZC accumulation				
Group 1	0.9542	-	0.9542	0.8669
Group 2	0.3687	0.5855	0.9542	0.8669

Distribution Tables

For the year ended 30 September 2024 (in pence per unit) continued

Second interim dividend distribution

Group 1 – units purchased prior to 1 July 2024

Group 2 – units purchased between 1 July 2024 and 30 September 2024

	Revenue	Equalisation	Distribution paid 29/11/24	Distribution paid 30/11/23
Retail accumulation				
Group 1	1.0464	-	1.0464	1.0796
Group 2	0.3141	0.7323	1.0464	1.0796
Retail income				
Group 1	0.5336	-	0.5336	0.5735
Group 2	0.0290	0.5046	0.5336	0.5735
Institutional accumulation				
Group 1	1.1345	-	1.1345	1.1689
Group 2	0.2461	0.8884	1.1345	1.1689
Institutional income				
Group 1	0.5900	-	0.5900	0.6331
Group 2	0.0875	0.5025	0.5900	0.6331
Institutional regulated accumulation				
Group 1	1.1666	-	1.1666	1.2015
Group 2	0.1648	1.0018	1.1666	1.2015
Platform 1 accumulation				
Group 1	0.9242	-	0.9242	0.9526
Group 2	0.2194	0.7048	0.9242	0.9526
Platform 1 income				
Group 1	0.5950	-	0.5950	0.6384
Group 2	0.2469	0.3481	0.5950	0.6384
ZC accumulation				
Group 1	1.1781	-	1.1781	1.2122
Group 2	0.3345	0.8436	1.1781	1.2122

Equalisation

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

Further Information

abrDN Dynamic Distribution Fund is an authorised unit trust scheme under FCA regulations.

Consumers' rights and protections, including any derived from EU legislation, are currently unaffected by the result of the UK referendum to leave the European Union and will remain unchanged unless and until the UK Government changes the applicable legislation.

Documentation and Prices

Copies of the current Prospectus and Key Investor Information Documents (KIIDs) for the abrDN Dynamic Distribution Fund, daily prices, together with the latest Annual (and if issued later the interim) Report and Accounts for any fund, are available to download at abrDN.com. A paper copy of the Report and Accounts is available on request from the Manager.

Notices/Correspondence

Please send any notices to abrDN Fund Managers Limited, PO Box 12233, Chelmsford, Essex, CM99 2EE. Any notice to the Manager will only be effective when actually received by the Manager. All notices will be sent to the investor at the address set out in the application form or the latest address which the investor has notified to the Manager, and will be deemed to have been received three days after posting. Events detailed in these terms and conditions will be carried out on the dates specified, unless the dates are a non-business day, when they will be carried out on the next business day.

Complaints and Compensation

If you need to complain about any aspect of our service, you should write to the Complaints Team, abrDN, PO Box 12233, Chelmsford, CM99 2EE, who will initiate our formal complaints procedure. If you prefer, you may call the Complaints Team on 0345 113 6966 or email complaints@abrDN.com in the first instance.

Alternatively if you have a complaint about the Company or Funds you can contact the Trustee directly. A leaflet detailing our complaints procedure is available on request. We will endeavour to respond to your complaint as soon as possible and will notify you of our outcome within 8 weeks. If the complaint is not resolved by us to your satisfaction then you may have the right to take your complaint to the Financial Ombudsman Service (FOS). To contact the FOS Service you should write to The Financial Ombudsman Service, Exchange Tower, London, E14 9SR, email complaint.info@financial-ombudsman.org.uk or telephone 0800 023 4567 (free for landlines and mobiles) or 0300 123 9123 (calls cost no more than calls to 01 and 02 numbers) or +44 20 7964 0500 (available from outside the UK – calls will be charged).

We are covered by the Financial Services Compensation Scheme, which means if we become insolvent, you may be entitled to compensation. The level of compensation will depend on the type of business and the circumstances of your claim. Investments are covered up to £85,000 for claims against firms that fail on or after 1 April 2019. Details are available from the FSCS Helpline on 0800 678 1100 or 020 7741 4100 and on the FSCS website: www.fscs.org.uk.

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