

JPMorgan European Investment Trust plc

Half Year Report & Financial Statements for the six months ended 30th September 2019



Your Company

The Company has two share classes 'Growth and Income', each with distinct investment policies, objectives and underlying asset pools. Shareholders in either of the Company's two share classes are able to convert some or all of their shares into shares of the other class without such conversion being treated, under current law, as a disposal for UK capital gains tax purposes. See page 38 for further details of the Company's capital structure and annual conversion on 15th March between share classes.

Objectives

Growth Portfolio

The investment objective of the Growth portfolio is to provide capital growth and a rising share price over the longer term from Continental European investments by taking carefully controlled risks through an investment method that is clearly communicated to shareholders.

Income Portfolio

The investment objective of the Income portfolio is to provide a growing income together with the potential for long term capital growth by investing in a portfolio of investments that is diversified amongst countries, sectors and market capitalisations within the universe of Continental European companies.

Investment Policies

- To invest in a diversified portfolio of investments in the stockmarkets of Continental Europe.
- To manage liquidity and borrowings to increase returns to shareholders.

Growth Portfolio

- To emphasise capital growth rather than income, with the likely result that the level of dividends will fluctuate.

Income Portfolio

- To provide a growing income together with the potential for long-term capital growth.

Benchmarks

Growth and Income

The MSCI Europe ex UK Index (total return) in sterling terms.

Capital Structure

At 30th September 2019, the Company's share capital comprised 69,941,803 Growth shares and 100,575,498 Income shares.

A share voting number is attributed to each of the Growth and Income shares so that the votes available to each of the two classes of shares equates to the proportion of the net asset value of the Company that the Growth and Income pools represent.

In addition to the votes available as referred to above, the Growth and Income shares also have rights in respect of dividends and return of assets as detailed in the Company's Articles of Association.

Management Company

The Company employs JPMorgan Funds Limited ('JPMF') as its Alternative Investment Fund Manager. JPMF delegates the management of the Company's portfolio to JPMorgan Asset Management (UK) Limited ('JPMAM').

Financial Conduct Authority ('FCA') regulation of 'non-mainstream pooled investments and MiFID II 'complex instruments'

The Company currently conducts its affairs so that the shares issued by JPMorgan European Investment Trust plc can be recommended by Independent Financial Advisers to ordinary retail investors in accordance with the FCA's rules in relation to non-mainstream investment products and intends to continue to do so for the foreseeable future.

The shares are excluded from the FCA's restrictions which apply to non-mainstream investment products because they are shares in an investment trust. The Company's ordinary shares are not considered to be 'complex instruments' under the FCAs revised appropriate new criteria adopted in the implementation of MiFID II.

Association of Investment Companies ('AIC')

The Company is a member of the AIC.

Website

The Company's website, which can be found at www.jpmeuropean.co.uk, includes useful information on the Company, such as daily prices, factsheets and current and historic half year and annual reports and investment methodology.

Half Year Performance

Growth Shares

- 3 Total Returns - Growth Portfolio

Income Shares

- 5 Total Returns - Income Portfolio

Chairman's Statement

- 8 Chairman's Statement

Investment Review

- 12 Investment Managers' Report

Growth Shares

- 13 List of Investments
- 15 Portfolio Information
- 17 Statement of Comprehensive Income
- 18 Statement of Financial Position

Income Shares

- 19 List of Investments
- 22 Portfolio Information
- 23 Statement of Comprehensive Income
- 24 Statement of Financial Position

Financial Statements

- 26 Statement of Comprehensive Income
- 27 Statement of Changes in Equity
- 28 Statement of Financial Position
- 29 Statement of Cash Flows
- 30 Notes to the Financial Statements

Interim Management Report

- 36 Report

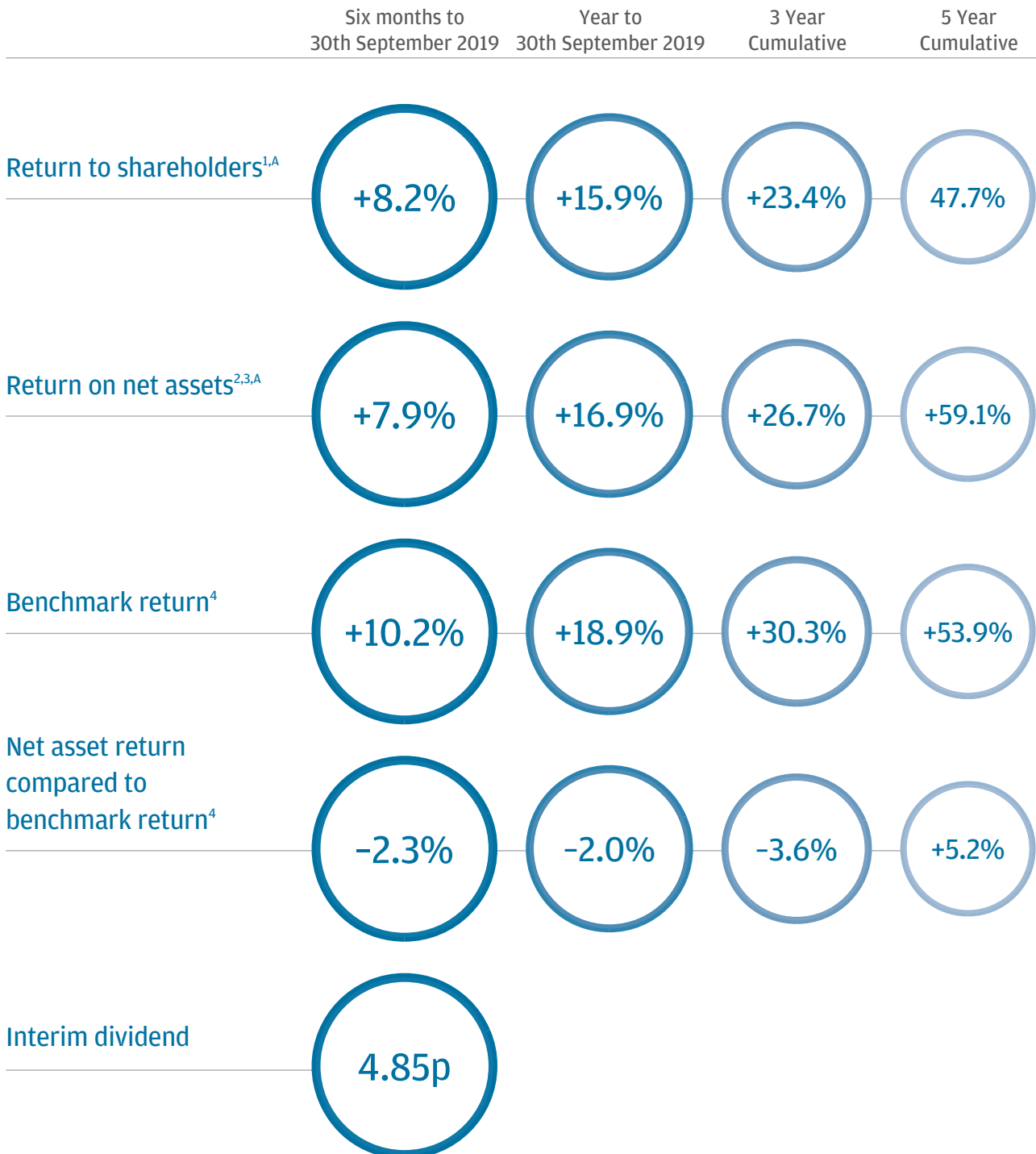
Shareholder Information

- 38 Capital Structure and Conversion Between Share Classes
- 39 Glossary of Terms and Alternative Performance Measures (APMs)
- 42 Where to buy J.P. Morgan Investment Trusts
- 43 Information about the Company

Half Year Performance

GROWTH SHARE CLASS

TOTAL RETURNS (INCLUDING DIVIDENDS REINVESTED)



¹ Source: Morningstar.

² Source: J.P. Morgan, using net asset value per share, with debt at par value.

³ The net asset value above is calculated on the basis that the Company's Private Placement debt is valued at par value. The net asset value identified in the Company's monthly fact sheet is calculated on the basis that the Company's Private Placement debt is valued at fair value.

⁴ Source: MSCI. The Growth portfolio's benchmark is the MSCI Europe ex UK Index (total return) in sterling terms.

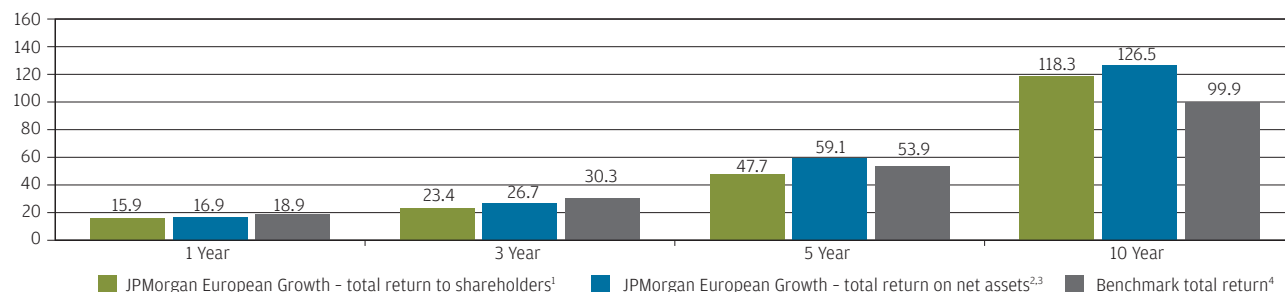
^A Alternative performance measure ('APM').

A glossary of terms and APMs is provided on page 39.

FINANCIAL HIGHLIGHTS – GROWTH

SUMMARY OF RESULTS

LONG TERM PERFORMANCE FOR PERIOD ENDED 30TH SEPTEMBER 2019



FINANCIAL DATA

	30th September 2019	31st March 2019	% change
Total net assets (£'000)	241,476	234,291	+3.1
Net asset value per share with debt at par value (p)	345.3	324.0	+6.6
Net asset value per share with debt at fair value (p) ^{5,A}	330.6	313.5	+5.5
Share price (p)	282.0	265.0	+6.4
Share price discount to net asset value per share with debt at par value (%) ^{3,A}	18.3	18.2	
Share price discount to net asset value per share with debt at fair value (%) ^{5,A}	14.7	15.5	
Number of shares in issue	69,941,803	72,306,030	
Ongoing charges (%) ^A	1.04	1.01	
Gearing (%) ^A	8.9	7.7	
	Six months to 30th September 2019	Year to 31st March 2019	Year to 31st March 2018
Dividend			
Per Growth share	4.85p ⁶	8.85p	6.85p

¹ Source: Morningstar.

² Source: J.P. Morgan, using net asset value per share, with debt at par value.

³ The net asset value above is calculated on the basis that the Company's Private Placement debt is valued at par value. The net asset value identified in the Company's monthly fact sheet is calculated on the basis that the Company's Private Placement debt is valued at fair value.

⁴ Source: MSCI. The Growth portfolio's benchmark is the MSCI Europe ex UK Index (total return) in sterling terms. Prior to 26th March 2013 the Growth portfolio's benchmark was the FTSE All World Developed Europe (ex UK) Index in sterling terms. The benchmark index returns quoted above for periods of greater than five year are a composite of the two indices, designed to provide an appropriate comparator to the return on net assets.

⁵ The fair value of the Company's private placement has been calculated using discounted cash flow techniques, using the yield from a similarly dated German government bond plus a margin based on the five year average for the AA Barclays Euro corporate bond spread.

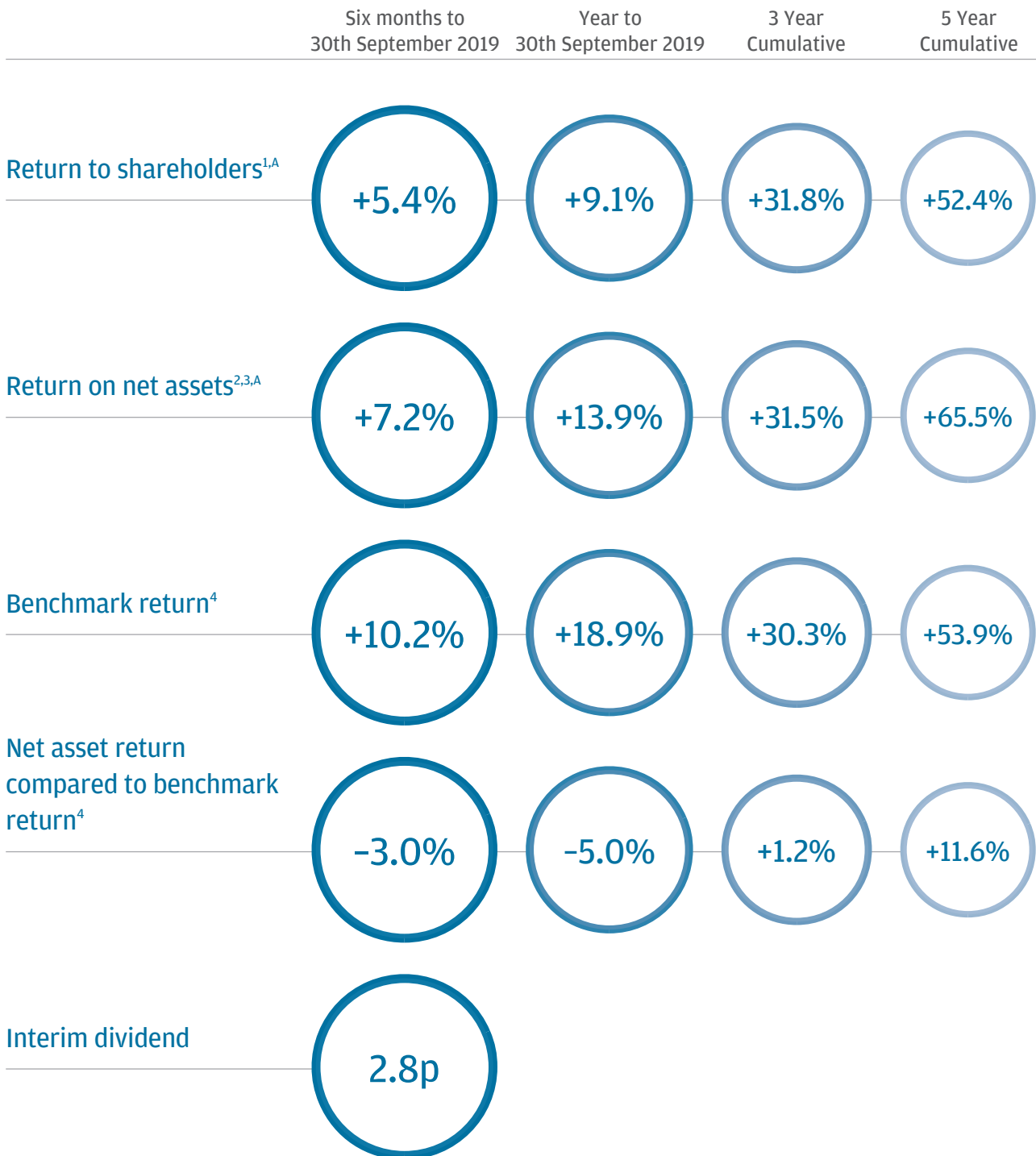
⁶ Paid on 11th October 2019.

^A Alternative performance measure ('APM').

A glossary of terms and APMs is provided on page 39.

INCOME SHARE CLASS

TOTAL RETURNS (INCLUDING DIVIDENDS REINVESTED)



¹ Source: Morningstar.

² Source: J.P. Morgan, using net asset value per share, with debt at par value.

³ The net asset value above is calculated on the basis that the Company's Private Placement debt is valued at par value. The net assets value identified in the Company's monthly fact sheet is calculated on the basis that the Company's Private Placement debt is valued at fair value.

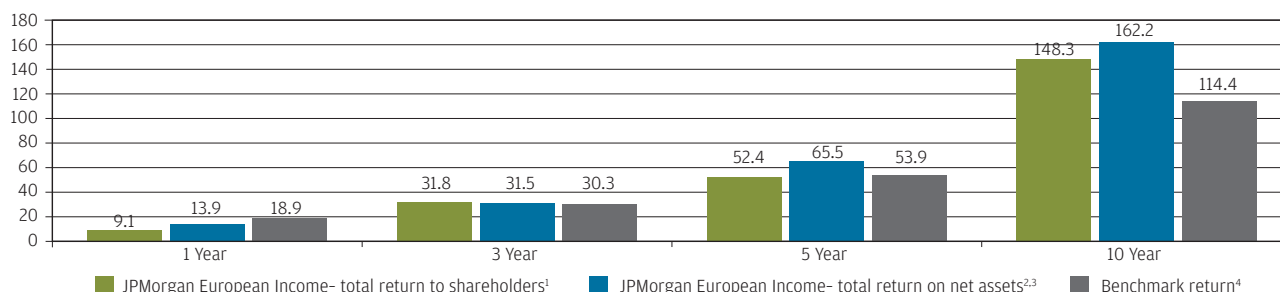
⁴ Source: MSCI. The Income portfolio's benchmark is the MSCI Europe ex UK Index (total return) in sterling terms.

^A Alternative performance measure ('APM').

A glossary of terms and APMs is provided on page 39.

SUMMARY OF RESULTS

LONG TERM PERFORMANCE FOR PERIOD ENDED 30TH SEPTEMBER 2019



FINANCIAL DATA

	30th September 2019	31st March 2019	% change
Total net assets (£'000)	181,335	173,539	+4.5
Net asset value per share with debt at par value (p)	180.3	172.0	+4.8
Net asset value per share with debt at fair value (p) ^{5,A}	173.9	167.4	+3.9
Share price (p)	149.0	144.0	+3.5
Share price discount to net asset value per share with debt at par value (%) ^{3,A}	17.4	16.3	
Share price discount to net asset value per share with debt at fair value (%) ^{5,A}	14.3	14.0	
Number of shares in issue	100,575,498	100,914,066	
Ongoing charges (%) ^A	1.03	1.06	
Gearing (%) ^A	5.3	2.5	
	Six months to 30th September 2019	Year to 31st March 2019	Year to 31st March 2018
Dividend			
Per Income share	2.80p ⁶	6.25p	5.80p

¹ Source: Morningstar.

² Source: J.P. Morgan, using net asset value per share, with debt at par value.

³ The net asset value above is calculated on the basis that the Company's Private Placement debt is valued at par value. The net asset value identified in the Company's monthly fact sheet is calculated on the basis that the Company's Private Placement debt is valued at fair value.

⁴ Source: MSCI. The Growth portfolio's benchmark is the MSCI Europe ex UK Index (total return) in sterling terms. Prior to 26th March 2013 the Growth portfolio's benchmark was the FTSE All World Developed Europe (ex UK) Index in sterling terms. The benchmark index returns quoted above for periods of greater than five year are a composite of the two indices, designed to provide an appropriate comparator to the return on net assets.

⁵ The fair value of the Company's private placement has been calculated using discounted cash flow techniques, using the yield from a similarly dated German government bond plus a margin based on the five year average for the AA Barclays Euro corporate bond spread.

⁶ 1.40p paid on 19th July 2019 and 1.40p paid on 11th October 2019.

^A Alternative performance measure ('APM').

A glossary of terms and APMs is provided on page 39.

Chairman's Statement



Josephine Dixon
Chairman

In this six month reporting period to 30th September 2019, the Company delivered positive returns to shareholders on both its Growth and Income shares. More details on the performance and dividends of each of the Company's share classes and the different ways to measure performance are provided below.

Growth Portfolio

Return to shareholders and return on net assets

The return to shareholders for the Company's Growth shares was +8.2%. This measurement of performance takes into account share price movements and income received by way of dividend. It is the industry norm and assumes that the dividend has been reinvested.

The return on net assets (debt at par value) with dividends reinvested for the Company's Growth shares was +7.9%.

The return on net assets is measured by net asset value movements and this can be looked at in different ways depending on the accounting treatment of the Company's private placement, which is a long term debt. The accounting policy of the Company, which is in line with accounting standards, recognises 'debt at par value' and amortises the debt principal. Market participants also want to know the impact of recognising 'debt at fair value', so performance is quoted for both bases. Further details on these calculations are included in the Glossary of Terms and Alternative Performance Measures on page 39.

The return on net asset value (debt at fair value) with dividends reinvested for the Company's Growth shares was +6.8%. The annual figure for this latter return is detailed in the Company's Annual Report.

For this period under review, both returns to shareholders and on net assets are below the Company's benchmark index, the MSCI Europe ex UK Index total return in sterling terms (the 'Index'), which increased by 10.2%. Looking longer term, the return on net assets over five and ten year comfortably outperformed the index.

The discount at which the Growth shares were trading below the prevailing net asset value did not change significantly since the financial year end but remained high, reflecting continuing negative market sentiment towards Europe.

Dividends

For the Company's Growth shares, the Board's aim is that annual dividend payments are sufficient to maintain the Company's investment trust status. Revenue return per share on the Growth portfolio for the six months to 30th September 2019 (calculated by reference to the average number of shares in issue over the period) amounted to 6.97 pence per share (2018: 8.01 pence per share). A first interim dividend of 4.85 pence per share (2018: 4.85 pence per share) was paid on 11th October 2019. The timing of the dividend declarations for the Growth second interim is expected to continue to be made ahead of the annual conversion opportunity in March each year.

Income Portfolio

Return to shareholders and return on net assets

The return to shareholders with dividends reinvested for the Company's Income shares was +5.4%.

The return on net assets (debt at par value) with dividends reinvested for the Company's Income shares was +7.2%.

As with the growth portfolio, for this period under review, both returns to shareholders and on net assets were below the Company's benchmark index. Looking longer term, the return on net assets over three, five and ten years comfortably outperformed the benchmark.

The return on net asset value (debt at fair value) with dividends reinvested for the Company's Income shares was +6.3%. The annual figures for this latter return is detailed in the Company's Annual Report.

As with the growth portfolio, the discount did not change significantly since the financial year end for the same reason.

Dividends

For the Company's Income shares, the Board's aim is to provide a regular stream of dividend income on a quarterly basis, subject to the availability of distributable reserves. Revenue return per share on the Income portfolio for the half year (again, calculated by reference to the average number of shares in issue over the period) amounted to 4.95 pence per share (2018: 5.01 pence per share). The first quarterly interim dividend of 1.40 pence per share (2018: 1.25 pence per share) was paid on 19th July 2019 and a second quarterly interim dividend also of 1.40 pence per share (2018: 1.25 pence per share) was paid on 11th October 2019. A third quarterly interim dividend of 1.40 pence per share (2018: 1.25 pence per share) was declared on 19th November 2019 for payment on 10th January 2020.

The timing of the dividend declarations for the Income fourth interim is expected to continue to be made ahead of the annual conversion opportunity in March each year.

In their Report on page 12, the Investment Managers comment on some of the factors underlying the performance of the two portfolios over the Company's six month period, as well as commenting on the economic and market background.

Gearing

There has been no change in the Investment Manager's permitted gearing range, as previously set by the Board, of between 10% net cash to 20% geared. At 30th September 2019 the Growth portfolio was 8.9% geared and the Income portfolio was 5.3% geared. These levels of gearing as quoted in this Half Year Report and Financial Statements are before the application of derivatives, such as futures, which can be used by the Investment Managers to either increase or decrease the effective rate of the Company's gearing, according to market conditions. The Company's net gearing including derivatives is included with the Company's daily published net asset value.

Conversions

Shareholders in either of the two Company's share classes are able to convert some or all of their shares into shares of the other class without such disposal being treated as a disposal for capital gains purposes. The Company's next share conversion will be in March 2020 and details of the process will be posted on the Company's website in late January 2020.

Share Repurchases

The Board remains of the view that it is important to seek to address imbalances in the supply of and demand for the Company's shares and to thereby minimise the volatility and absolute level of the discount to net asset value at which the Company's shares currently trade. The Board does not wish to see the discounts widen beyond 10% (using the cum-income NAV) on an ongoing basis. The precise level and timing of repurchases pursuant to this policy depend upon prevailing market conditions. Over the six months under review the discount levels have averaged 12.0% for the Growth shares and 11.2% for the Income Shares (both at fair value and on a cum-income NAV basis). Accordingly, over the six month period the Company repurchased a total of 2,364,227 Growth shares and 338,568 Income shares.

Transfer of Reserves between the Growth and Income Portfolios

As in the previous year, the Board has exercised its power to approve transfers of retained revenue reserves from JETG to JETI in exchange for the equivalent amount of capital reserves from JETI to JETG. £1.348 million was transferred to JETI in exchange for the equivalent amount of capital reserves from JETI to JETG, being the amount of JETG's retained revenue reserve as at 31st March 2019, after payment on 5th April 2019 of the JETG 4.00p dividend. This transfer is reflected in this Half Year Report and Financial Statements.

Board of Directors

As referred to in my Chairman's Statement of the Company's Annual Report and Financial Statements to 31st March 2019, the Board was pleased to announce that Rita Dhut was appointed to the Board on 4th June 2019. Rita Dhut has 18 years' asset management experience in UK and continental European equities with roles including Director of European Equities at M&G and Head of Pan European Equity Value Investing at Aviva Investors.

Outlook

The Board and Managers are mindful of the economic and political uncertainties of investing in Europe which currently include concerns about future economic growth the influence of populist parties and Brexit, together with ongoing trade tensions between the US and China, which impacts global stock markets. However, we think that, within the Company's risk parameters and investment methodology, positive returns are achievable over the medium and longer term.

For and on behalf of the Board

Josephine Dixon

Chairman

29th November 2019



Stephen Macklow-Smith
Investment Manager



Alexander Fitzalan Howard
Investment Manager



Michael Barakos
Investment Manager



Thomas Buckingham
Investment Manager

Review

The Company's half year to 30th September 2019, saw markets in Europe ex UK trade modestly higher in sterling terms. In many ways the investment background deteriorated: growth expectations were downgraded everywhere as trade suffered from the continuing trade tensions between the US and China. The slowdown was particularly acute in manufacturing, with confidence indicators reaching recessionary levels. The manufacturing sector is, though, less significant in developed markets, and services remained fairly buoyant, boosted by continued rises in overall employment and contained inflation helping increases in real incomes.

Central Banks have become unequivocally dovish, with the US Federal Reserve, having signalled higher rates at the end of 2018, changing tack and embarking on a new easing cycle. The European Central Bank unveiled a new programme of asset purchases, and also committed to ultra-low interest rates. Inflation has failed to lift off anywhere in this cycle, and there are few signs of inflationary pressure building.

The slowdown in economic growth had a negative impact on profits expectations, and whereas at the start of the year European equities were expected to see increases of around 8%, as of the time of writing this has been revised to less than 1% for 2019. Europe is not alone in seeing pressure on earnings, which are flat in the US, and falling in the UK, Japan, and Emerging Markets.

Against this background both of the Company's share classes saw NAV performance lag the market. In the Income class dividend stocks came under pressure despite the generally low interest rate environment. In the Growth class we always have an overweight position in value stocks. Unfortunately value stocks underperformed again as yield curves remained flat. This is because a flat yield curve is seen by bond markets as an indication that economic growth rates will be depressed, which is generally, not an environment that favours value stocks. The performance of value stocks has fallen since 2017, when they were achieving respectable levels of performance, but are now down to low levels not seen since the technology, media and telecoms bubble (dot.com bubble) at the turn of the millennium. We remain convinced that it is appropriate to have an exposure to value, since to our mind the market is excessively pessimistic about future economic expansion; however, in the short term it is not helping us.

Outlook

Economic growth everywhere is expected to be low in 2020, with little or no recovery from 2019 levels. The dampening impact on confidence is coming from the political arena, whether that is trade tensions as the US flexes its global muscles, or more locally with continued uncertainty over Brexit. In contrast, monetary policy is supportive, and investors are facing a challenge as they try to generate returns in a world of zero or negative interest rates. In this environment equities which yield substantially more than cash have their attractions, and we think that they should be a core source of growth for investors.

Stephen Macklow-Smith
Alexander Fitzalan Howard
Michael Barakos
Thomas Buckingham
Investment Managers

29th November 2019

LIST OF INVESTMENTS

AT 30TH SEPTEMBER 2019

Company	Valuation £'000	Company	Valuation £'000	Company	Valuation £'000
SWITZERLAND		FRANCE CONT.		NETHERLANDS	
Nestlé	16,644	Metropole Television	553	Unilever	4,752
Roche	11,728	Air France-KLM	517	Wolters Kluwer	4,655
Novartis	10,983	Arkema	449	ASML	4,571
LafargeHolcim	4,342	Atos	350	Signify	2,279
Swiss Life	3,469	Sword	168	ASM International	2,111
UBS	3,424	Fnac Darty	107	Royal Dutch Shell	1,183
Adecco	1,964		52,155	Adyen	1,131
Partners	1,205	GERMANY		Koninklijke Philips	1,079
Landis + Gyr	941	Allianz	7,456	ING	917
Sonova	608	adidas	4,723	Heijmans	744
Gurit	504	Deutsche Telekom	4,679	NIBC	700
Vetropack	330	SAP	4,097	ABN AMRO	397
Huber + Suhner	326	Dialog Semiconductor	3,767		24,519
Zurich Insurance	272	Deutsche Boerse	2,946	SPAIN	
Julius Baer	202	RWE	2,805	Endesa	3,974
Lastminute.com	105	HeidelbergCement	2,411	ACS Actividades de Construccion y Servicios	3,796
	57,047	CECONOMY	2,082	Aena SME	2,950
FRANCE		Hannover Rueck	1,977	Repsol	2,017
Airbus	5,106	Deutsche Pfandbriefbank	1,640	Mediaset Espana Comunicacion	1,081
Peugeot	4,242	Muenchener Rueckversicherungs- Gesellschaft	1,458	Telefonica	703
LVMH Moet Hennessy Louis Vuitton	4,181	MTU Aero Engines	1,407	International Consolidated Airlines	483
Schneider Electric	4,065	TeamViewer	1,403	Vidrala	287
Capgemini	3,593	CTS Eventim	1,325	Merlin Properties Socimi	199
BNP Paribas	3,300	E.ON	1,175		15,490
Danone	3,079	Knorr-Bremse	1,004	ITALY	
Eiffage	2,970	Volkswagen Preference	892	Unipol Gruppo	2,463
Safran	2,890	Eckert & Ziegler	874	Enel	1,629
Vinci	2,715	Varta	813	Snam	1,608
L'Oreal	2,207	Befesa	735	Fiat Chrysler Automobiles	1,127
Credit Agricole	2,019	Corestate Capital	495	Azimut	741
Gaztransport Et Technigaz	1,715	Hamburger Hafen und Logistik	448	UniCredit	661
Kaufman & Broad	1,689	2G Energy	321	Gamenet	542
Sanofi	1,671	Carl Zeiss Meditec	318	Banca Generali	482
TOTAL	1,217	Amadeus Fire	297	Prysmian	474
Pernod Ricard	954	Wirecard	231	Eni	407
Rothschild	859	Bayer	138	Unieuro	352
Quadient	773		51,917	Buzzi Unicem	247
Vivendi	766			Poste Italiane	243
				Cairo Communication	137
				Rizzoli Corriere Della Sera Mediagroup	132
				Falck Renewables	103
					11,348

LIST OF INVESTMENTS - GROWTH

LIST OF INVESTMENTS - continued

Company	Valuation £'000	Company	Valuation £'000
DENMARK		BELGIUM	
Novo Nordisk	5,427	Barco	1,297
Topdanmark	2,101	KBC	1,257
Carlsberg	1,445	Telenet	1,242
Royal Unibrew	177		3,796
Matas	173		
	9,323	FINLAND	
AUSTRIA		Neste	2,284
OMV	3,725	Valmet	34
Wienerberger	2,134		2,318
Verbund	1,265	COLLECTIVE INVESTMENT SCHEMES	
Raiffeisen Bank International	1,002	JPMorgan European Smaller Companies Trust	9,001
AT&S Austria Technologie & Systemtechnik	340	JPMorgan Funds - Europe Dynamic Small Cap Fund	4,230
Flughafen Wien	163	JPMorgan Funds - Emerging Europe Equity Fund	1,281
	8,629	TOTAL COLLECTIVE INVESTMENT SCHEMES 14,512	
NORWAY		TOTAL INVESTMENTS 263,026¹	
Telenor	2,315		
SpareBank 1 SMN	1,041		
Fjordkraft	925		
DNB	762		
Norwegian Finans	653		
DNO	328		
Selvaag Bolig	241		
Crayon	205		
Scottish Salmon	102		
	6,572		
SWEDEN			
Sandvik	1,519		
Swedish Match	1,030		
Lindab International	614		
Tethys Oil	548		
Concentric	454		
Volvo	439		
Boliden	399		
EQT	187		
Evolution Gaming	140		
Betsson	70		
	5,400		

¹ See page 28 Fixed assets.

GEOGRAPHICAL ANALYSIS

	30th September 2019		31st March 2019	
	Portfolio ¹ %	Benchmark %	Portfolio ¹ %	Benchmark %
Switzerland	22.7	20.3	20.3	19.4
France	20.5	24.5	21.5	24.6
Germany	20.2	18.4	17.7	18.7
Netherlands	9.7	8.6	10.5	7.8
Spain	6.0	6.3	6.3	6.5
Italy	5.2	5.0	3.9	5.2
Denmark	3.6	3.8	3.9	3.9
Austria	3.3	0.5	3.0	0.5
Sweden	2.8	5.5	4.3	5.8
Norway	2.7	1.4	3.1	1.6
Belgium	1.5	2.2	1.4	2.2
Finland	0.9	2.1	2.9	2.2
United Kingdom ²	0.4	–	0.5	–
Russia	0.3	–	0.3	–
Poland	0.1	–	0.1	–
Hungary	0.1	–	–	–
Ireland	–	1.1	–	1.2
Portugal	–	0.3	0.3	0.4
Total Portfolio³	100.0	100.0	100.0	100.0

¹ Based on total investments of £263.0m (31st March 2019: £252.4m).

² The Company has a holding in JPMorgan Europe Dynamic Small Cap, which holds some UK stocks. This gives rise to the 0.4% holding in the UK identified above.

³ Includes investments in collective investment schemes which are reclassified in accordance with the domicile of the underlying assets in the fund.

SECTOR ANALYSIS

	30th September 2019		31st March 2019	
	Portfolio ¹ %	Benchmark %	Portfolio ¹ %	Benchmark %
Financials	20.3	16.9	21.5	17.5
Industrials	17.3	14.6	17.4	14.6
Health Care	12.6	14.4	13.5	14.3
Consumer Staples	11.6	14.2	11.7	13.6
Information Technology	9.7	7.5	6.9	7.2
Consumer Discretionary	8.0	11.0	8.4	10.4
Utilities	5.3	4.9	4.8	4.5
Energy	5.3	3.9	6.0	4.8
Communications Services	5.1	4.5	3.0	4.7
Materials	4.4	6.6	5.3	6.8
Real Estate	0.4	1.5	1.5	1.6
Total²	100.0	100.0	100.0	100.0

¹ Based on total investments of £263.0m (31st March 2019: £252.4m).

² Includes investments in collective investment schemes which are reclassified in accordance with the industry of the underlying asset in the fund.

STATEMENT OF COMPREHENSIVE INCOME - GROWTH

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2019

	(Unaudited) Six months ended 30th September 2019			(Unaudited) Six months ended 30th September 2018			(Audited) Year ended 31st March 2019		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains/(losses) on investments and derivatives held at fair value through profit or loss	–	13,355	13,355	–	7,277	7,277	–	(12,016)	(12,016)
Net foreign currency (losses)/gains	–	(441)	(441)	–	(614)	(614)	–	335	335
Income from investments	6,280	–	6,280	7,031	–	7,031	9,158	–	9,158
Interest receivable and similar income	111	–	111	14	–	14	50	–	50
Gross return/(loss)	6,391	12,914	19,305	7,045	6,663	13,708	9,208	(11,681)	(2,473)
Management fee	(291)	(679)	(970)	(304)	(708)	(1,012)	(584)	(1,362)	(1,946)
Other administrative expenses	(278)	–	(278)	(270)	–	(270)	(478)	–	(478)
Net return/(loss) before finance costs and taxation	5,822	12,235	18,057	6,471	5,955	12,426	8,146	(13,043)	(4,897)
Finance costs	(113)	(265)	(378)	(117)	(274)	(391)	(223)	(522)	(745)
Net return/(loss) before taxation	5,709	11,970	17,679	6,354	5,681	12,035	7,923	(13,565)	(5,642)
Taxation	(733)	–	(733)	(526)	–	(526)	(176)	–	(176)
Net return/(loss) after taxation	4,976	11,970	16,946	5,828	5,681	11,509	7,747	(13,565)	(5,818)
Return/(loss) per Growth share	6.97p	16.76p	23.73p	8.01p	7.81p	15.82p	10.68p	(18.71)p	(8.03)p

All revenue and capital items in the above statement derive from continuing operations.

The 'Total' column of this statement is the profit and loss account of the Company and the 'Revenue' and 'Capital' columns represent supplementary information prepared under guidance issued by the Association of Investment Companies.

Net return after taxation represents the profit for the period/year and also the total comprehensive income.

STATEMENT OF FINANCIAL POSITION - GROWTH

AT 30TH SEPTEMBER 2019

	(Unaudited) 30th September 2019 £'000	(Unaudited) 30th September 2018 £'000	(Audited) 31st March 2019 £'000
Fixed assets			
Investments held at fair value through profit or loss	263,026	278,594	252,446
Current assets			
Derivative financial assets	50	86	99
Debtors	3,481	1,294	1,416
Cash and cash equivalents	8,874	9,856	13,408
	12,405	11,236	14,923
Current liabilities			
Creditors: amounts falling due within one year	(7,957)	(7,920)	(7,669)
Derivative financial liabilities	(338)	(407)	(419)
Net current assets	4,110	2,909	6,835
Total assets less current liabilities	267,136	281,503	259,281
Creditors: amounts falling due after more than one year	(25,660)	(25,827)	(24,990)
Net assets	241,476	255,676	234,291
Net asset value per Growth share	345.3p	352.4p	324.0p

LIST OF INVESTMENTS

AT 30TH SEPTEMBER 2019

Company	Valuation £'000	Company	Valuation £'000	Company	Valuation £'000
FRANCE		SWITZERLAND		GERMANY CONT.	
Sanofi	3,905	Roche	6,842	DWS	431
BNP Paribas	2,130	Novartis	6,294	Talanx	419
Vinci	2,103	Zurich Insurance	2,426	Hamborner REIT	414
AXA	2,036	UBS	1,819	Zeal Network	388
Schneider Electric	1,870	Swiss Re	1,520	bet-at-home.com	371
Engie	1,483	Credit Suisse	1,396	TAG Immobilien	369
Orange	1,438	LafargeHolcim	1,135	Takkt	358
Cie de Saint-Gobain	1,074	Swiss Life	1,036	Bijou Brigitte	271
Cie Generale des Etablissements Michelin	1,050	Swisscom	826		23,735
Peugeot	960	Adecco	661	ITALY	
Veolia Environnement	941	Galenica	457	Enel	2,530
Covivio	937		24,412	Eni	1,636
Credit Agricole	849	GERMANY		Assicurazioni Generali	1,430
Gaztransport Et Technigaz	818	Allianz	3,832	Snam	891
CNP Assurances	783	Deutsche Telekom	2,294	Poste Italiane	877
Bouygues	753	Muenchener Rueckversicherungs- Gesellschaft	1,779	Terna Rete Elettrica Nazionale	852
Publicis Groupe	744	Volkswagen Preference	1,541	Mediobanca Banca di Credito Finanziario	834
Eiffage	672	Deutsche Post	1,467	Fiat Chrysler Automobiles	832
SCOR	652	E.ON	1,083	Unipol Gruppo	769
Gecina	623	RWE	1,056	Telecom Italia	709
Amundi	613	Hannover Rueck	743	Italgas	612
Suez	609	HeidelbergCement	707	ACEA	612
SPIE	489	Evonik Industries	591	Banca Generali	544
ICADE	487	METRO	580	Azimut	533
Rexel	481	Aroundtown	554	A2A	530
ALD	475	HOCHTIEF	554	Societa Iniziative Autostradali e Servizi	519
Television Francaise 1	449	Amadeus Fire	536	Enav	516
Coface	445	DIC Asset	515	Societa Cattolica di Assicurazioni	512
Altearea	436	Deutsche Pfandbriefbank	504	Ascopiave	489
Kaufman & Broad	423	RTL	501	Banca Mediolanum	479
Metropole Television	407	Aareal Bank	489	RAI Way	473
Lagardere	353	Freenet	473	Iren	468
HEXAOM	226	Corestate Capital	468	ERG	457
	31,714	Siltronic	447	Anima	451
				Unieuro	442
				Gamenet	436
				doValue	432
				Zignago Vetro	419
				Rizzoli Corriere Della Sera Mediagroup	402
				Cairo Communication	351
				COIMA RES	211
					21,248

LIST OF INVESTMENTS - INCOME

LIST OF INVESTMENTS - continued

Company	Valuation £'000	Company	Valuation £'000	Company	Valuation £'000
SWEDEN		SPAIN		NORWAY CONT.	
Tele2	1,079	Iberdrola	2,762	Sparebanken Vest	448
Volvo	1,075	Telefonica	1,583	Atea	445
Hennes & Mauritz	971	Banco Bilbao Vizcaya Argentaria	1,516	SpareBank 1	443
Skandinaviska Enskilda Banken	936	Industria de Diseno Textil	1,239	Europris	440
Svenska Handelsbanken	847	Repsol	1,186	Sparebank 1 Oestlandet	436
Telia	829	Aena SME	818	Entra	420
SKF	673	ACS Actividades de Construccion y Servicios	813	Norway Royal Salmon	367
Skanska	659	Endesa	793	Grieg Seafood	349
Swedish Match	656	Naturgy Energy	769	Kvaerner	322
Lundin Petroleum	632	Red Electrica	757		15,404
Boliden	626	Enagas	617	NETHERLANDS	
Electrolux	618	Mapfre	536	Unilever	3,339
JM	535	International Consolidated Airlines	496	Koninklijke Ahold Delhaize	1,393
Catella	524	Merlin Properties Socimi	481	Koninklijke KPN	828
NP3 Fastigheter	481	Mediaset Espana Comunicacion	475	NN	782
Clas Ohlson	481	Cia de Distribucion Integral Logista	399	Aegon	693
Castellum	476	Euskaltel	384	Randstad	616
Resurs	466	Acciona	363	ASR Nederland	603
Tethys Oil	463		15,987	NSI	508
Peab	459	NORWAY		Van Lanschot Kempen	488
Intrum	457	Equinor	1,077	Signify	471
Bilia	452	DNB	1,021	Koninklijke Volkerwessels	452
NetEnt	449	Telenor	905	NIBC	445
Scandic Hotels	443	SpareBank 1 Nord Norge	769	Royal Dutch Shell	431
Nobina	435	Mowi	756	Intertrust	407
Axfood	433	SpareBank 1 SR-Bank	721	Koninklijke BAM	336
Inwido	426	SpareBank 1 SMN	718	ABN AMRO	299
Dios Fastigheter	426	Yara International	687		12,091
Nobia	425	Gjensidige Forsikring	568		
Coor Service Management	418	Aker BP	557		
Bonava	417	Selvaag Bolig	542		
Nordic Waterproofing	404	Sparebanken More	530		
Dustin	338	Fjordkraft	515		
Thule	319	TGS Nopec Geophysical	490		
EQT	281	Evry	483		
New Wave	226	Veidekke	480		
Betsson	209	Storebrand	465		
NP3 Fastigheter Preference	47	AF Gruppen	450		
	20,091				

LIST OF INVESTMENTS - INCOME

Company	Valuation £'000	Company	Valuation £'000
BELGIUM		AUSTRIA	
KBC	989	Erste Group Bank	733
Ageas	831	OMV	666
Solvay	701	Raiffeisen Bank International	551
Proximus	602	BAWAG	470
Intervest Offices & Warehouses	493	Vienna Insurance	455
Leasinvest Real Estate	489	Strabag	441
Telenet	475	Porr	436
Retail Estates	462	UBM Development	425
Cofinimmo	455	UNIQA Insurance	412
Befimmo	449		4,589
Warehouses De Pauw	448	PORTUGAL	
EVS Broadcast Equipment	431	EDP - Energias de Portugal	804
Ascencio	308	Galp Energia	698
Home Invest Belgium	129	Sonae	450
	7,262	NOS	438
FINLAND		REN - Redes Energeticas Nacionais	423
Elisa	857		2,813
Fortum	756	IRELAND	
Stora Enso	675	Smurfit Kappa	654
Metso	597	C&C	577
Orion	575	Irish Residential Properties REIT	427
Kemira	517	Greencoat Renewables	421
Tokmanni	514	FBD	282
Sanoma	464	Origin Enterprises	139
Cramo	463		2,500
Kesko	435	DENMARK	
Aktia Bank	421	Tryg	528
DNA	397	Spar Nord Bank	503
CapMan	172	Topdanmark	464
Valmet	32	Scandinavian Tobacco	425
	6,875	Matas	304
		TCM	73
			2,297
		TOTAL INVESTMENTS	191,018¹

¹ See page 28 Fixed assets.

PORTFOLIO INFORMATION - INCOME

GEOGRAPHICAL ANALYSIS

	30th September 2019		31st March 2019	
	Portfolio ¹ %	Benchmark %	Portfolio ¹ %	Benchmark %
France	16.6	24.5	17.3	24.6
Switzerland	12.8	20.3	9.2	19.4
Germany	12.4	18.4	12.7	18.7
Italy	11.1	5.0	9.7	5.2
Sweden	10.5	5.5	10.5	5.8
Spain	8.4	6.3	7.5	6.5
Norway	8.1	1.4	8.7	1.6
Netherlands	6.3	8.6	7.8	7.8
Belgium	3.8	2.2	3.9	2.2
Finland	3.6	2.1	5.3	2.2
Austria	2.4	0.5	1.8	0.5
Portugal	1.5	0.3	1.7	0.4
Ireland	1.3	1.1	1.2	1.2
Denmark	1.2	3.8	2.7	3.9
Total	100.0	100.0	100.0	100.0

¹ Based on total investments of £191.0m (31st March 2019: £177.9m).

SECTOR ANALYSIS

	30th September 2019		31st March 2019	
	Portfolio ¹ %	Benchmark %	Portfolio ¹ %	Benchmark %
Financials	27.5	16.9	23.8	17.5
Industrials	13.0	14.6	9.4	14.6
Utilities	11.1	4.9	10.1	4.5
Communications Services	9.8	4.5	8.7	4.7
Health Care	9.5	14.4	10.3	14.3
Consumer Discretionary	8.3	11.0	9.2	10.4
Real Estate	6.5	1.5	8.0	1.6
Consumer Staples	5.2	14.2	6.7	13.6
Energy	4.7	3.9	8.6	4.8
Materials	3.5	6.6	3.3	6.8
Information Technology	0.9	7.5	1.9	7.2
Total	100.0	100.0	100.0	100.0

¹ Based on total investments of £191.0m (31st March 2019: £177.9m).

STATEMENT OF COMPREHENSIVE INCOME - INCOME

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2019

	(Unaudited) Six months ended 30th September 2019			(Unaudited) Six months ended 30th September 2018			(Audited) Year ended 31st March 2019		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains/(losses) on investments and derivatives held at fair value through profit or loss	–	7,553	7,553	–	4,413	4,413	–	(4,486)	(4,486)
Net foreign currency gains	–	328	328	–	368	368	–	931	931
Income from investments	6,072	–	6,072	6,283	–	6,283	8,706	–	8,706
Interest receivable and similar income	59	–	59	23	–	23	70	–	70
Gross return/(loss)	6,131	7,881	14,012	6,306	4,781	11,087	8,776	(3,555)	5,221
Management fee	(300)	(450)	(750)	(309)	(463)	(772)	(602)	(903)	(1,505)
Other administrative expenses	(165)	–	(165)	(191)	–	(191)	(362)	–	(362)
Net return/(loss) before finance costs and taxation	5,666	7,431	13,097	5,806	4,318	10,124	7,812	(4,458)	3,354
Finance costs	(107)	(160)	(267)	(116)	(173)	(289)	(218)	(328)	(546)
Net return/(loss) before taxation	5,559	7,271	12,830	5,690	4,145	9,835	7,594	(4,786)	2,808
Taxation	(569)	–	(569)	(594)	–	(594)	(696)	–	(696)
Net return/(loss) after taxation	4,990	7,271	12,261	5,096	4,145	9,241	6,898	(4,786)	2,112
Return/(loss) per Income share	4.95p	7.21p	12.16p	5.01p	4.07p	9.08p	6.79p	(4.71)p	2.08p

All revenue and capital items in the above statement derive from continuing operations.

The 'Total' column of this statement is the profit and loss account of the Company and the 'Revenue' and 'Capital' columns represent supplementary information prepared under guidance issued by the Association of Investment Companies.

Net return/(loss) after taxation represents the profit/(loss) for the period/year and also the total comprehensive income.

STATEMENT OF FINANCIAL POSITION - INCOME

AT 30TH SEPTEMBER 2019

	(Unaudited) 30th September 2019 £'000	(Unaudited) 30th September 2018 £'000	(Audited) 31st March 2019 £'000
Fixed assets			
Investments held at fair value through profit or loss	191,018	192,714	177,920
Current assets			
Derivative financial assets	78	203	298
Debtors	4,829	902	3,142
Cash and cash equivalents	16,868	15,337	15,779
	21,775	16,442	19,219
Current liabilities			
Creditors: amounts falling due within one year	(12,993)	(5,670)	(5,500)
Derivative financial liabilities	(91)	(598)	(206)
Net current assets	8,691	10,174	13,513
Total assets less current liabilities	199,709	202,888	191,433
Creditors: amounts falling due after more than one year	(18,374)	(18,493)	(17,894)
Net assets	181,335	184,395	173,539
Net asset value per Income share	180.3p	181.4p	172.0p

Financial Statements

STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2019

	(Unaudited) Six months ended 30th September 2019			(Unaudited) Six months ended 30th September 2018			(Audited) Year ended 31st March 2019		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains/(losses) on investments and derivatives held at fair value through profit or loss	–	20,908	20,908	–	11,690	11,690	–	(16,502)	(16,502)
Net foreign currency (losses)/gains	–	(113)	(113)	–	(246)	(246)	–	1,266	1,266
Income from investments	12,352	–	12,352	13,314	–	13,314	17,864	–	17,864
Interest receivable and similar income	170	–	170	37	–	37	120	–	120
Gross return/(loss)	12,522	20,795	33,317	13,351	11,444	24,795	17,984	(15,236)	2,748
Management fee	(591)	(1,129)	(1,720)	(613)	(1,171)	(1,784)	(1,186)	(2,265)	(3,451)
Other administrative expenses	(443)	–	(443)	(461)	–	(461)	(840)	–	(840)
Net return/(loss) before finance costs and taxation	11,488	19,666	31,154	12,277	10,273	22,550	15,958	(17,501)	(1,543)
Finance costs	(220)	(425)	(645)	(233)	(447)	(680)	(441)	(850)	(1,291)
Net return/(loss) before taxation	11,268	19,241	30,509	12,044	9,826	21,870	15,517	(18,351)	(2,834)
Taxation	(1,302)	–	(1,302)	(1,120)	–	(1,120)	(872)	–	(872)
Net return/(loss) after taxation	9,966	19,241	29,207	10,924	9,826	20,750	14,645	(18,351)	(3,706)
Return/(loss) per share (note 3):									
Growth share	6.97p	16.76p	23.73p	8.01p	7.81p	15.82p	10.68p	(18.71)p	(8.03)p
Income share	4.95p	7.21p	12.16p	5.01p	4.07p	9.08p	6.79p	(4.71)p	2.08p

All revenue and capital items in the above statement derive from continuing operations.

The 'Total' column of this statement is the profit and loss account of the Company and the 'Revenue' and 'Capital' columns represent supplementary information prepared under guidance issued by the Association of Investment Companies.

Net return/(loss) after taxation represents the profit/(loss) for the period/year and also the total comprehensive income.

STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2019

	Called up share capital £'000	Share premium £'000	Capital redemption reserve £'000	Capital reserves ¹ £'000	Revenue reserve ¹ £'000	Total £'000
Six months ended 30th September 2019						
(Unaudited)						
At 31st March 2019	4,975	103,826	15,149	271,714	12,166	407,830
Repurchase and cancellation of the Company's own shares	(126)	–	126	(7,413)	–	(7,413)
Net return	–	–	–	19,241	9,966	29,207
Dividends paid in the period (note 4)	–	–	–	–	(6,813)	(6,813)
At 30th September 2019	4,849	103,826	15,275	283,542	15,319	422,811
Six months ended 30th September 2018						
(Unaudited)						
At 31st March 2018	5,023	100,773	15,062	296,538	8,741	426,137
Repurchase and cancellation of the Company's own shares	(27)	–	27	(1,657)	–	(1,657)
Net return	–	–	–	9,826	10,924	20,750
Dividends paid in the period (note 4)	–	–	–	–	(5,159)	(5,159)
At 30th September 2018	4,996	100,773	15,089	304,707	14,506	440,071
Year ended 31st March 2019 (Audited)						
At 31st March 2018	5,023	100,773	15,062	296,538	8,741	426,137
Repurchase and cancellation of the Company's own shares	(48)	–	48	(3,381)	–	(3,381)
Share conversions during the year	–	3,053	39	(3,092)	–	–
Net (loss)/return	–	–	–	(18,351)	14,645	(3,706)
Dividends paid in the year (note 4)	–	–	–	–	(11,220)	(11,220)
At 31st March 2019	4,975	103,826	15,149	271,714	12,166	407,830

¹ These reserves form the distributable reserves of the Company and may be used to fund distributions to investors via dividend payments.

STATEMENT OF FINANCIAL POSITION

AT 30TH SEPTEMBER 2019

	(Unaudited) 30th September 2019			(Unaudited) 30th September 2018	(Audited) 31st March 2019
	Growth £'000	Income £'000	Total £'000	Total £'000	Total £'000
Fixed assets					
Investments held at fair value through profit or loss	263,026	191,018	454,044	471,308	430,366
Current assets					
Derivative financial assets	50	78	128	289	397
Debtors	3,481	4,829	8,310	2,196	4,558
Cash and cash equivalents	8,874	16,868	25,742	25,193	29,187
	12,405	21,775	34,180	27,678	34,142
Current liabilities					
Creditors: amounts falling due within one year	(7,957)	(12,993)	(20,950)	(13,590)	(13,169)
Derivative financial liabilities	(338)	(91)	(429)	(1,005)	(625)
Net current assets	4,110	8,691	12,801	13,083	20,348
Total assets less current liabilities	267,136	199,709	466,845	484,391	450,714
Creditors: amounts falling due after more than one year	(25,660)	(18,374)	(44,034)	(44,320)	(42,884)
Net assets	241,476	181,335	422,811	440,071	407,830
Capital and reserves					
Called up share capital	2,754	2,095	4,849	4,996	4,975
Share premium reserve	14,709	89,117	103,826	100,773	103,826
Capital redemption reserve	13,852	1,423	15,275	15,089	15,149
Capital reserves	203,819	79,723	283,542	304,707	271,714
Revenue reserve	6,342	8,977	15,319	14,506	12,166
Total shareholders' funds	241,476	181,335	422,811	440,071	407,830
Net asset values (note 5):					
Net asset value per Growth share			345.3p	352.4p	324.0p
Net asset value per Income share			180.3p	181.4p	172.0p

STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2019

	(Unaudited) Six months ended 30th September 2019 £'000	(Unaudited) Six months ended 30th September 2018 £'000	(Audited) Year ended 31st March 2019 £'000
Net cash outflow from operations before dividends and interest (note 6)	(1,384)	(1,571)	(4,526)
Dividends received	12,198	11,635	14,277
Interest received	93	–	4
Overseas tax recovered	239	272	1,388
Net cash inflow from operating activities	11,146	10,336	11,143
Purchases of investments and derivatives	(132,873)	(139,145)	(248,805)
Sales of investments and derivatives	133,182	130,771	251,740
Settlement of future contracts	(773)	17	424
Settlement of foreign currency contracts	733	584	438
Net cash inflow/(outflow) from investing activities	269	(7,773)	3,797
Dividends paid	(6,813)	(5,159)	(11,220)
Repurchase and cancellation of the Company's own shares	(7,408)	(1,657)	(3,381)
Interest paid	(637)	(674)	(1,291)
Repayment of bank loans	–	(13,477)	(13,477)
Drawdown of bank loans	–	13,528	13,528
Net cash outflow from financing activities	(14,858)	(7,439)	(15,841)
Decrease in cash and cash equivalents	(3,443)	(4,876)	(901)
Cash and cash equivalents at start of period/year	29,187	30,078	30,078
Exchange movements	(2)	(9)	10
Cash and cash equivalents at end of period/year	25,742	25,193	29,187
Decrease in cash and cash equivalents	(3,443)	(4,876)	(901)
Cash and cash equivalents consist of:			
Cash and short term deposits	6,246	5,032	6,547
Cash held in JPMorgan Euro Liquidity Fund	19,496	20,161	22,640
Total	25,742	25,193	29,187

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2019

1. Financial statements

The information contained within the financial statements in this half year report has not been audited or reviewed by the Company's auditors.

The figures and financial information for the year ended 31st March 2019 are extracted from the latest published financial statements of the Company and do not constitute statutory accounts for that year. Those financial statements have been delivered to the Registrar of Companies and including the report of the auditors which was unqualified and did not contain a statement under either section 498(2) or 498(3) of the Companies Act 2006.

2. Accounting policies

The financial statements have been prepared in accordance with the Companies Act 2006, FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' of the United Kingdom Generally Accepted Accounting Practice ('UK GAAP') and with the Statement of Recommended Practice 'Financial Statements of Investment Trust Companies and Venture Capital Trusts' (the revised 'SORP') issued by the Association of Investment Companies in November 2014 and updated in October 2019.

FRS 104, 'Interim Financial Reporting', issued by the Financial Reporting Council ('FRC') in March 2015 has been applied in preparing this condensed set of financial statements for the six months ended 30th September 2019.

All of the Company's operations are of a continuing nature.

The accounting policies applied to this condensed set of financial statements are consistent with those applied in the financial statements for the year ended 31st March 2019.

3. Return/(loss) per share

	(Unaudited) Six months ended 30th September 2019	(Unaudited) Six months ended 30th September 2018	(Audited) Year ended 31st March 2019
Growth Share			
Return per share is based on the following:			
Revenue return	4,976	5,828	7,747
Capital return/(loss)	11,970	5,681	(13,565)
Total return/(loss)	16,946	11,509	(5,818)
Weighted average number of shares in issue	71,417,172	72,767,969	72,515,547
Revenue return per share	6.97p	8.01p	10.68p
Capital return/(loss) per share	16.76p	7.81p	(18.71)p
Total return/(loss) per share	23.73p	15.82p	(8.03)p
Income share			
Return per share is based on the following:			
Revenue return	4,990	5,096	6,898
Capital return/(loss)	7,271	4,145	(4,786)
Total return	12,261	9,241	2,112
Weighted average number of shares in issue	100,833,912	101,745,485	101,651,495
Revenue return per share	4.95p	5.01p	6.79p
Capital return/(loss) per share	7.21p	4.07p	(4.71)p
Total return per share	12.16p	9.08p	2.08p

4. Dividend

	(Unaudited) Six months ended 30th September 2019 £'000	(Unaudited) Six months ended 30th September 2018 £'000	(Audited) Year ended 31st March 2019 £'000
Growth Share			
Dividends paid			
Unclaimed dividends refunded to the Company	(17)	(1)	(1)
2019 second interim dividend of 4.00p paid to shareholders in April (2018: 2.00p)	2,879	1,544	1,544
2019 first interim dividend of 4.85p paid to shareholders in October	–	–	3,520
Total growth share dividends paid in the period	2,862	1,543	5,063
Dividends declared			
2019 second interim dividend of 4.00p payable to shareholders in April	–	–	2,879
2020 first interim dividend of 4.85p payable to shareholders in October (2019: 4.85p)	3,411	3,520	–
Total growth share dividends declared	3,411	3,520	2,879
Income Share			
Dividends paid			
2019 fourth interim dividend of 2.50p paid to shareholders in April (2018: 2.50p)	2,538	2,344	2,344
2020 first interim dividend of 1.40p paid to shareholders in July (2019: 1.25p)	1,413	1,272	1,272
2019 second interim dividend of 1.25p paid to shareholders in October	–	–	1,271
2019 third interim dividend of 1.25p paid to shareholders in January	–	–	1,270
Total income share dividends paid in the period	3,951	3,616	6,157
Dividends declared			
2019 fourth interim dividend of 2.50p payable to shareholders in April	–	–	2,538
2020 second interim dividend of 1.40p payable to shareholders in October (2019: 1.25p)	1,409	1,272	–
Total income share dividends declared	1,409	1,272	2,538

The combined total of growth and income dividends paid and declared is identified in Statement of Changes in Equity on page 27.

5. Net asset value per share

	(Unaudited) Six months ended 30th September 2019	(Unaudited) Six months ended 30th September 2018	(Audited) Year ended 31st March 2019
Growth Share			
Net assets (£'000)	241,476	255,676	234,291
Number of shares in issue	69,941,803	72,554,097	72,306,030
Net asset value per share	345.3p	352.4p	324.0p
Income Share			
Net assets (£'000)	181,335	184,395	173,539
Number of shares in issue	100,575,498	101,645,224	100,914,066
Net asset value per share	180.3p	181.4p	172.0p

6. Reconciliation of net return/(loss) before finance costs and taxation to net cash outflow from operations before dividends and interest

	(Unaudited) Six months ended 30th September 2019 £'000	(Unaudited) Six months ended 30th September 2018 £'000	(Audited) Year ended 31st March 2019 £'000
Net return/(loss) before finance costs and taxation	31,154	22,550	(1,543)
(Less capital return)/add capital loss before finance costs and taxation	(19,666)	(10,273)	17,501
Scrip dividends included in income	–	(97)	(179)
Decrease/(increase) in accrued income and other debtors	1,176	493	(535)
Decrease in accrued expenses	(31)	(31)	(11)
Management fee charged to capital	(1,129)	(1,171)	(2,265)
Overseas withholding tax	(1,301)	(2,063)	(2,883)
Dividends received	(12,198)	(11,635)	(14,277)
Interest received on cash and cash equivalents	(93)	–	(4)
Realised gains/(losses) on foreign currency transactions	182	315	(4)
Realised gains/(losses) on liquidity fund	522	341	(326)
Net cash outflow from operations before dividends and interest	(1,384)	(1,571)	(4,526)

7. Fair valuation of investments

The fair value hierarchy analysis for Financial Instruments held at fair value at the period end is as follows:

	(Unaudited) Six months ended 30th September 2019		(Unaudited) Six months ended 30th September 2018		(Audited) Year ended 31st March 2019	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1 ¹	454,071	(301)	471,308	(201)	430,366	(261)
Level 2 ²	101	(128)	289	(804)	397	(364)
Total	454,172	(429)	471,597	(1,005)	430,763	(625)

¹ Includes future currency contracts.

² Includes forward foreign currency contracts and spot contracts.

Interim Management Report

The Company is required to make the following disclosures in its half year report:

Principal Risks and Uncertainties

The Principal Risks and uncertainties faced by the Company fall into the following broad categories: investment and strategy; accounting, legal and regulatory; corporate governance and shareholder relations; operational; and financial. Information on each of these areas is given in the Business Review within the Annual Report and Accounts for the year ended 31st March 2019.

Related Parties Transactions

During the first six months of the current financial year, no transactions with related parties have taken place which have materially affected the financial position or the performance of the Company.

Going Concern

The Directors believe, having considered the Company's investment objectives, risk management policies, capital management policies and procedures, nature of the portfolio and expenditure projections, that the Company has adequate resources, an appropriate financial structure and suitable management arrangements in place to continue in operational existence for the foreseeable future and, more specifically, that there are no material uncertainties relating to the Company that would prevent its ability to continue in such operation existence for at least twelve months from the date of the approval of this half yearly financial report. For these reasons, they consider there is reasonable evidence to continue to adopt the going concern basis in preparing the accounts.

Directors' Responsibilities

The Board of Directors confirms that, to the best of its knowledge:

- (i) the condensed set of financial statements contained within the half yearly financial report has been prepared in accordance with FRS 104 'Interim Financial Reporting' and gives a true and fair view of the state of affairs of the Company and of the assets, liabilities, financial position and net return of the Company, as at 30th September 2019, as required by the UK Listing Authority Disclosure and Transparency Rules 4.2.4R; and
- (ii) the interim management report includes a fair review of the information required by 4.2.7R and 4.2.8R of the UK Listing Authority Disclosure and Transparency Rules.

In order to provide these confirmations, and in preparing these financial statements, the Directors are required to:

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

and the Directors confirm that they have done so.

For and on behalf of the Board

Josephine Dixon

Chairman

29th November 2019

Shareholder Information

The Company has two share classes, each with distinct investment policies, objectives and underlying asset pools. Each share class is listed separately and traded on the London Stock Exchange. This capital structure means that shareholders may benefit from greater investment flexibility in a tax-efficient manner.

Capital Structure

- **Growth Shares**
Capital growth from Continental European investments, by consistent out-performance of the benchmark and a rising share price over the longer term by taking carefully controlled risks through an investment method that is clearly communicated to shareholders.
- **Income Shares**
To provide a growing income together with the potential for long-term capital growth from a diversified portfolio of investments in pan-european stockmarkets.

Conversion Opportunities

Shareholders in either of the two share classes are able to convert some or all of their shares into shares of the other class without such conversion being treated, under current law, as a disposal for UK capital gains tax purposes.

The conversion mechanism allows shareholders to alter their investment profile to match their changing investment needs in a tax-efficient manner.

Conversion is annual on 15th March (if such a date is not a business day, then the conversion date will move to the next business day).

The Company, or its Manager, makes no administrative charge for any of the above conversions.

Conversion between the share classes

Request to convert shares can be made via the selected third party investment platform provider you hold the shares with.

Your conversion instructions must be received by your chosen third party platform provider in line with their specific timetable.

If you hold your shares in certificated form, CREST details will be available on the Company's website towards the end of January.

The number of shares that will arise upon conversion will be determined on the basis of the relative net asset values of each share class.

Details concerning conversion instruction forms can be found on the Company's website: www.jpmeuropean.co.uk

Return to Shareholders (APM)

Total return to the shareholders, on a last traded price to last traded price basis, assuming that all dividends received were reinvested, without transaction costs, into the shares of the Company at the time the shares were quoted ex-dividend.

Growth Shares Total return calculation	Page	Period ended 30th September 2019	
Opening share price (p)	4	265.0	(a)
Closing share price (p)	4	282.0	(b)
Total dividend adjustment factor ¹		1.016782	(c)
Adjusted closing share price (d = b x c)		286.7	(d)
Total return to shareholders (e = (d / a) - 1)		8.2%	(e)

Income Shares Total return calculation	Page	Period ended 30th September 2019	
Opening share price (p)	6	144.0	(a)
Closing share price (p)	6	149.0	(b)
Total dividend adjustment factor ¹		1.018754	(c)
Adjusted closing share price (d = b x c)		151.8	(d)
Total return to shareholders (e = (d / a) - 1)		5.4%	(e)

¹ The dividend adjustment factor is calculated on the assumption that the dividends paid out by the Company are reinvested into the shares of the Company at the last traded price quoted at the ex-dividend date.

Return on Net Assets (APM)

Total return on net asset value ('NAV') per share, on a bid value to bid value basis, assuming that all dividends paid out by the Company were reinvested, without transaction costs, into the shares of the Company at the NAV per share at the time the shares were quoted ex-dividend.

Growth Shares Total return calculation	Page	Period ended 30th September 2019	
Opening NAV per share (p)	4	324.00	
(-) the 2nd interim dividend declared but not paid pre year-end date		(4.00)	
Adjusted opening NAV per share (p)		320.00	(a)
Closing NAV per share (p)	4	345.30	
(-) the 1st interim dividend declared but not paid pre year-end date		(4.85)	
Adjusted closing NAV per share (p)		340.50	(b)
Total dividend adjustment factor ²		1.014231	(c)
Adjusted closing NAV per share (d = b x c)	4	345.30	(d)
Total return on net assets (e = (d / a) - 1)		7.9%	(e)

² The dividend adjustment factor is calculated on the assumption that the dividends paid out by the Company are reinvested into the shares of the Company at the NAV at the ex-dividend date.

GLOSSARY OF TERMS AND ALTERNATIVE PERFORMANCE MEASURES (APMs)

Income Shares	Page	Period ended 30th September 2019
Total return calculation		
Opening NAV per share (p)		172.0
(-) the 4th interim dividend declared but not paid pre year-end date		(2.5)
Adjusted opening NAV per share (p)		169.5 (a)
Closing NAV per share (p)		180.3
(-) the 2nd interim dividend declared but not paid pre year-end date		(1.4)
Adjusted closing NAV per share (p)		178.9 (b)
Total dividend adjustment factor ²		1.015959 (c)
Adjusted closing NAV per share (d = b x c)		181.8 (d)
Total return on net assets (e = (d / a) -1)		7.2% (e)

In accordance with industry practice, dividends payable which have been declared but which are unpaid at the balance sheet date are deducted from the NAV per share when calculating the total return on net assets.

² The dividend adjustment factor is calculated on the assumption that the dividends paid out by the Company are reinvested into the shares of the Company at the NAV at the ex-dividend date.

Net Assets with Debt at Fair Value (APM)

The Company's debt (private placement) is valued in the Statement of Financial Position (on page 28) at amortised cost, which is materially equivalent to the repayment value of the debt on the assumption that it is held to maturity. This is often referred to as 'Debt at Par Value'.

The current replacement or market value of the debt, which assumes it is repaid and renegotiated under current market conditions, is often referred to as the 'Debt at Fair Value'.

The difference between fair and par values of the debt is subtracted from the NAV to derive the NAV with debt at fair value. The fair value of the Euro 50.0 million Private Placement issued by the Company has been calculated using discounted cash flow techniques, using the yield from similar dated German government bond plus a margin based on the five year average for the AA Barclays Sterling Corporate Bond spread.

As at 30th September 2019, €29.15 million of the €50.0 million was allocated to the Growth pool with the remaining €20.85 million allocated to the Income pool.

The NAV with debt at fair value at 30th September 2019 was £231,227,600 (330.6p per share) for the Growth share and £181,337,600 (173.9p per share) for the Income share.

Benchmark return

Total return on the benchmark, on a closing-market value to closing-market value basis, assuming that all dividends received were reinvested, without transaction costs, in the shares of the underlying companies at the time the shares were quoted ex-dividend (see pages 3 and 5).

The benchmark is a recognised index of stocks which should not be taken as wholly representative of the Company's investment universe. The Company's investment strategy does not follow or 'track' this index and consequently, there may be some divergence between the Company's performance and that of the benchmark.

Gearing/(net cash) (APM)

Gearing represents the excess amount above shareholders' funds of total investments, expressed as a percentage of the shareholders' funds. If the amount calculated is negative, this is shown as a 'net cash' position.

Gearing calculation

Growth Shares		30th September 2019	31st March 2019	
	Page	£'000	£'000	
Investments held at fair value through profit or loss	28	263,026	252,446	(a)
Net assets	28	241,476	234,291	(b)
Gearing/(Net cash) (c = (a / b) - 1)		8.9%	7.7%	(c)

Income Shares		30th September 2019	31st March 2019	
	Page	£'000	£'000	
Investments held at fair value through profit or loss	28	191,018	177,920	(a)
Net assets	28	181,335	173,539	(b)
Gearing/(Net cash) (c = (a / b) - 1)		5.3%	2.5%	(c)

Ongoing charges (APM)

The ongoing charges represent the Company's management fee and all other operating expenses excluding finance costs payable and excluding/including performance fee payable, expressed as a percentage of the average of the daily net assets during the year and is calculated in accordance with guidance issued by the Association of Investment Companies.

The figure as at 30th September 2019 is an estimated annualised figure based on the actual figures for the six months ended 30th September 2019.

Ongoing charges calculation

Growth Shares		30th September 2019	31st March 2019	
	Page	£'000	£'000	
Management Fee	17	1,940	1,946	
Other administrative expenses	17	556	478	
Total management fee and other administrative expenses		2,496	2,424	(a)
Average daily net assets		240,719	240,648	(b)
Ongoing charges (c = a / b)		1.04%	1.01%	(c)

Income Shares		30th September 2019	31st March 2019	
	Page	£'000	£'000	
Management Fee	23	1,500	1,505	
Other administrative expenses	23	330	362	
Total management fee and other administrative expenses		1,830	1,867	(a)
Average daily net assets		177,452	176,789	(b)
Ongoing charges (c = a / b)		1.03%	1.06%	(c)

Share Price Discount/Premium to Net Asset Value ('NAV') per Share (APM)

If the share price of an investment trust is lower than the NAV per share, the shares are said to be trading at a discount. The discount is shown as a percentage of the NAV per share. The opposite of a discount is a premium. It is more common for an investment trust's shares to trade at a discount than at a premium.

J.P. Morgan investment trusts are eligible investments within a stocks & shares individual savings account (ISA) and Junior ISA. For the 2019/20 tax year, from 6th April 2019 and ending 5th April 2020, the annual ISA allowance is £20,000 and the Junior ISA annual allowance is £4,368.

You can invest in J.P. Morgan investment trusts through the following;

1. Via a third party provider

Third party providers include:

AJ Bell	Hargreaves Lansdown
Barclays Smart Investor	Interactive Investor
Charles Stanley Direct	Selftrade
FundsNetwork	The Share Centre

Please note this list is not exhaustive and the availability of the Company's shares may vary depending on the provider. These websites are third party sites and the Company does not endorse or recommend any. Please observe each site's privacy and cookie policies as well as their platform charges structure.

2. Through a professional adviser

Professional advisers are usually able to access the products of all the companies in the market and can help you find an investment that suits your individual circumstances. An adviser will let you know the fee for their service before you go ahead. You can find an adviser at unbiased.co.uk

You may also buy J.P. Morgan investment trusts through stockbrokers, wealth managers and banks.

To familiarise yourself with the Financial Conduct Authority (FCA) adviser charging and commission rules, visit fca.org.uk

Information for J.P. Morgan Investment Account, Stock & Shares ISA account holders

From 28th September 2019 J.P. Morgan Asset Management ceased offering investment accounts and stocks & shares ISA savings products. Investors are able to remain invested in J.P. Morgan managed investment trusts by transferring to another service provider. For full details of all the options available to investors, please refer to correspondence sent by J.P. Morgan on 8th April 2019 or contact your financial adviser.

The Board continues to encourage all of its shareholders to exercise their rights and notes that many specialist platforms, to include the default options offered by JPMorgan, provide shareholders with the ability to continue to receive Company documentation, to vote their shares and to attend general meetings, at no cost. Please refer to your investment platform for more details, or visit the AIC's website at www.theaic.co.uk/aic/shareholder-voting-consumer-platforms for information on which platforms support these services and how to utilise them.

Be ScamSmart

Investment scams are designed to look like genuine investments

Spot the warning signs

Have you been:

- contacted out of the blue
- promised tempting returns and told the investment is safe
- called repeatedly, or
- told the offer is only available for a limited time?

If so, you might have been contacted by fraudsters.

Avoid investment fraud

1 Reject cold calls

If you've received unsolicited contact about an investment opportunity, chances are it's a high risk investment or a scam. You should treat the call with extreme caution. The safest thing to do is to hang up.

2 Check the FCA Warning List

The FCA Warning List is a list of firms and individuals we know are operating without our authorisation.

3 Get impartial advice

Think about getting impartial financial advice before you hand over any money. Seek advice from someone unconnected to the firm that has approached you.

Remember: if it sounds too good to be true, it probably is!

Report a Scam

If you suspect that you have been approached by fraudsters please tell the FCA using the reporting form at www.fca.org.uk/consumers/report-scam-unauthorised-firm. You can also call the FCA Consumer Helpline on **0800 111 6768**

If you have lost money to investment fraud, you should report it to Action Fraud on 0300 123 2040 or online at www.actionfraud.police.uk

Find out more at
www.fca.org.uk/scamsmart



FINANCIAL CALENDAR

Financial year end	31st March
Final results announced	June
Half year end	30th September
Half year results announced	November
Dividends payable – Growth	April and October
Dividends payable – Income	April, July, October and January
Annual General Meeting	July

History

JPMorgan European Investment Trust plc was formed in 1929 as The London and Holyrood Trust Limited and was a general investment trust until 1982 when the name was changed to The Fleming Universal Investment Trust. Under this name the portfolio became more internationally invested until November 1988, when the Board decided to concentrate on Continental European investments. In 1992 shareholders approved a formal adoption of this specialisation. The Company adopted its current structure and name in August 2006.

Directors

Josephine Dixon (Chairman)
Rita Dhut
Stephen Goldman
Jutta af Rosenborg
Stephen Russell

Company Numbers

Company registration number: 237958
LEI: 549300D8SPJFHBDGXS57
London Stock Exchange Sedol numbers:
Growth: B18JK16
Income: B17XWW4
ISIN numbers:
Growth: GB00B18JK166
Income: GB00B17XWW44
Bloomberg Codes:
Growth: JETG LN
Income: JETI LN

Market Information

The Company's net asset value is published daily, via The London Stock Exchange. The Company's shares are listed on the London Stock Exchange. The market prices are shown daily in the Financial Times, The Times, the Daily Telegraph, The Scotsman and on the Company website at www.jpmeuropean.co.uk, where the share prices are updated every fifteen minutes during trading hours.

Website

www.jpmeuropean.co.uk

Share Transactions

The Company's shares may be dealt in directly through a stockbroker or professional adviser acting on an investor's behalf.

Manager and Company Secretary

JPMorgan Funds Limited

Company's Registered Office

60 Victoria Embankment
London EC4Y 0JP
Telephone number: 020 7742 4000

Please contact Paul Winship for company secretarial and administrative matters.

Depository

The Bank of New York Mellon (International) Limited
1 Canada Square
London E14 5AL

The Depository has appointed JPMorgan Chase Bank, N.A. as the Company's custodian.

Registrars

Equiniti Limited
Reference 1080
Aspect House
Spencer Road
Lancing
West Sussex BN99 6DA
Telephone number: 0371 384 2319

Lines open 8.30 a.m. to 5.30 p.m. Monday to Friday. Calls to the helpline will cost no more than a national rate call to a 01 or 02 number. Callers from overseas should dial +44 121 415 0225.

Notifications of changes of address and enquiries regarding share certificates or dividend cheques should be made in writing to the Registrar quoting reference 1080. Registered shareholders can obtain further details on their holdings on the internet by visiting www.shareview.co.uk.

Independent Auditor

Ernst & Young LLP
Chartered Accountants and Statutory Auditor
1 More London Place
London SE1 2AF

Brokers

Winterflood Securities Limited
The Atrium Building
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