



BAILIWICK
INVESTMENTS

**HALF YEARLY REPORT AND UNAUDITED
CONDENSED FINANCIAL STATEMENTS**

For the period from 1 January 2022 to 30 June 2022







BAILIWICK INVESTMENTS

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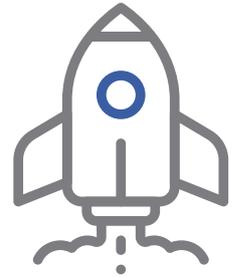
BUSINESS AND FINANCIAL HIGHLIGHTS

For the period ended 30 June 2022



NET ASSET VALUE
PER SHARE DECREASED BY
5%* to **147.44p**
(DECEMBER 2021 vs JUNE 2022)

SHARE PRICE
INCREASED BY **9%** TO **£1.42**
(JUNE 21 vs JUNE 22)



GROSS
ASSET VALUE
£85.4m

NET ASSET
VALUE
£84m

SHARES
IN ISSUE
57m



NET REDUCTION ON FINANCIAL
ASSETS AT FAIR VALUE FOR
THE HALF YEAR OF **£4.1m**

*Reduction due to decrease in value of listed stocks and payment of interim dividend of 3p per share



BUSINESS AND FINANCIAL HIGHLIGHTS (CONTINUED)

For the period ended 30 June 2022

INVESTMENT INCOME
FOR THE HALF YEAR OF
£1.9m



INTERIM DIVIDEND
PER SHARE OF
3.0p

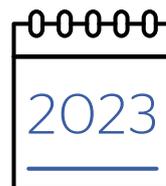
12 INVESTMENTS* HEADQUARTERED
ACROSS THREE JURISDICTIONS
GSY **7** JSY **4** UK **1**



Financial Calendar



December 2022
FY22 dividend



June 2023
Interim FY23 dividend

*Includes Bailiwick Investment Holding Limited



DIRECTORY

For the period ended 30 June 2022

DIRECTORS

Sir Geoffrey Rowland (*Chairman*)

Susie Farnon

Kevin Keen

REGISTERED OFFICE AND BUSINESS ADDRESS

Sarnia House

Le Truchot

St Peter Port

Guernsey, GY1 1GR

ADMINISTRATOR, REGISTRAR, SECRETARY AND TISE LISTING SPONSOR

Sanne Fund Services (Guernsey) Limited

Sarnia House

Le Truchot

St Peter Port

Guernsey, GY1 1GR

MANAGER

Ravenscroft Specialist Fund Management Limited

20 New Street

St. Peter Port

Guernsey, GY1 4JG

LEGAL ADVISERS IN GUERNSEY

Collas Crill LLP

Gategny Court

PO Box 140

Gategny Esplanade

St Peter Port

Guernsey, GY1 4EW

INDEPENDENT AUDITOR

Grant Thornton Limited

Lefebvre House

Lefebvre Street

St Peter Port

Guernsey, GY1 3TF



SUMMARY FINANCIAL INFORMATION

For the period ended 30 June 2022

	6 months to 30 June 2022	6 months to 30 June 2021	12 months to 31 December 2021
Net Asset Value per share ("NAV")	147.44p	147.58p	155.24p
Share price	£1.40	£1.30	£1.40
Investment income	£1.928m	£0.815m	£1.635m
Net (loss)/gain on financial assets at fair value	£(4.182)m	£10.287m	£16.941m
Result for the period/year	£(2.738)m	£9.715m	£15.794m
Basic (loss)/earnings per share	£(0.05)	£0.17	£0.28
Dividend per share	£0.030	£0.025	£0.055



PORTFOLIO MOVEMENTS

For the period ended 30 June 2022

	Fair value at 1 January 2022 £	Investment £	Sale proceeds £	Realised and unrealised value movement £	Fair value at 30 June 2022 £
Listed investments - 55.02%					
The International Stock Exchange Group Limited	5,279,505	-	-	(191,982)	5,087,523
Jersey Electricity PLC	3,100,000	-	-	(450,000)	2,650,000
Polygon Group Limited	740,000	-	(740,000)	-	-
SandpiperCI Limited	27,593,354	-	-	-	27,593,354
SigmaRoc PLC	14,954,850	-	(253,500)	(5,015,850)	9,685,500
Total listed investments	51,667,709	-	(993,500)	(5,657,832)	45,016,377
Unlisted investments - 44.98%					
Proviz Limited	-	1,999,990	-	-	1,999,990
Bailiwick Investment Holding Limited	50,129	1,589	-	(1,648)	50,070
Channel Islands Media Group Limited	2,298,215	609,594	-	3,189	2,910,998
FB Limited - Oatlands Village	1,968,205	-	-	-	1,968,205
Guernsey Recycling (1996) Limited	14,669,846	-	-	789,350	15,459,196
Le Platon Home LBG	750,000	-	-	-	750,000
MitonOptimal International Limited	3,250,000	-	(1,500,000)	-	1,750,000
The Octane PCC Limited - Jacksons Group Ltd	11,227,369	-	-	684,864	11,912,233
Total unlisted investments	34,213,764	2,611,173	(1,500,000)	1,475,755	36,800,692
Totals	85,881,473	2,611,173	(2,493,500)	(4,182,077)	81,817,069



INVESTMENT MANAGER'S REPORT

For the period ended 30 June 2022

PERFORMANCE OVERVIEW

Ravenscroft Specialist Fund Management Limited (the "Investment Manager") presents its report on the Company (also referred to in this report as "Bailiwick") for the period ended 30 June 2022.

Bailiwick's NAV per share as at 30 June 2022 was £1.4744, a decrease of 5.0% since 31 December 2021 (£1.5524).

Bailiwick declared a dividend of 3p per share on 13 May 2022, which was paid on 17 June 2022. This declaration increases the full-year dividend forecast to 6p, a 9% rise on the previous year.

The Investment Manager is pleased to report on a robust overall performance from the portfolio over the first six months of 2022. The listed investments naturally saw some reductions, driven largely by the prevailing negative investor sentiment as a result of the global macroeconomic and geopolitical environment. The Investment Manager however is reassured by their individual performances and, as detailed in the report below, retains confidence in these companies and their ability to deliver long term value through their share prices. The Company's unlisted investment portfolio, meanwhile, has once again proven to be resilient in the face of a tough global economic backdrop, delivering strong results and demonstrating the stability of the Bailiwick's economy.

Upon maturity of the Polygon May 2022 8% Bond, the proceeds of £740k were received as well as the interest earned over the period.

The current share price spread is £1.39 to £1.49.

PORTFOLIO REVIEW

SANDPIPER CI GROUP LIMITED ("Sandpiper")	TISE Listed:	SANDPI
Investment: Ordinary Shares	% of Company's net assets:	32.83%
	% of voting rights held:	29.99%

Business Summary: Jersey-headquartered international retail and food service operator with over 80 stores across five territories, partnering with blue chip brands including Morrisons, M&S, Costa Coffee, Iceland and Matalan.

Sandpiper's share price as at 30 June 2022 was 92p; no change compared to 31 December 2021. The company maintained its steady dividend with the payment of 1.65p per ordinary share on 14 June 2022.

In May 2022, Sandpiper released its annual report and audited financial statements for the period ended 29 January 2022, reporting increases of 5.1% in revenue from £200.3m to £210.7m and, 12.4% in trading EBITDA from £11.3m to £12.7m compared to the previous year.

The food retail business continued its industry beating performance delivering like-for-like growth over two years of 16%. Sandpiper recently completed a significant upgrade to its Alderney based food stores and, in a separate transaction, purchased the main post office, widening its footprint in the island.

Sandpiper's results were reflective of another positive year while still adapting to and overcoming some of the challenges COVID-19 created for the retail sector.

**INVESTMENT MANAGER'S REPORT** (CONTINUED)

For the period ended 30 June 2022

GUERNSEY RECYCLING (1996) LIMITED ("GRG")	Private Company	
Investment: B ordinary shares	% of Bailiwick's net assets:	18.39%
	% of voting rights held:	28.84%

Business Summary: Guernsey-headquartered waste to resource management group operating in the Channel Islands, the UK and Cayman Islands.

GRG has enjoyed a positive start to the year with both revenues and profits comfortably ahead of budget and the equivalent prior year period, helped by operational efficiency and high commodity prices. Management now anticipates reporting full year EBITDA ahead of initial expectations and is working on a number of organic initiatives that will enable the group to continue delivering profit growth in the coming years. Following successful recent year results, the company paid a dividend of £250k in May, the Fund's share of which was approximately £75k.

GRG continues to explore appropriate acquisition opportunities which complement its existing operations, whilst remaining focused on the successful integration of its completed acquisitions. The Investment Manager remains fully supportive of the management team and its strategy.

JACKSONS GROUP LIMITED ("Jacksons") THE OCTANE PCC LIMITED - OCTANE CELL	Private Company	
Investment: Ordinary Shares	% of Bailiwick's net assets:	14.17%
	% of voting rights held:	39.52%

Business Summary: Motor dealerships in Guernsey, Jersey, Isle of Man and Isle of Wight, including Jacksons and Motor Mall in the Channel Islands. Offers full franchises for high end brands such as Aston Martin, Audi, Bentley, BMW, Jaguar, Land Rover, Mercedes Benz, Mini, Porsche, Smart, and Volkswagen amongst others. Strongly asset-backed, with net assets exceeding 60% of the valuation.

The business had a strong start to 2022, generating total profit in H1 more than 150% ahead of budget with all operations performing well. This was despite challenges faced with supply chain issues meaning the production of vehicles by manufacturers has been sporadic, impacting the group's ability to satisfy customer demand. More stock availability is anticipated from the majority of manufacturers in H2, including electric vehicles for which there has been a noticeable increase in demand since the first COVID-19 lockdown.

SIGMAROC PLC ("SigmaRoc")	AIM Listed:	SRC
Investment: Ordinary Shares	% of Bailiwick's net assets:	11.52%
	% of voting rights held:	2.81%

Business Summary: Specialist quarried materials group with the goal of generating shareholder value from a highly targeted investment strategy. SigmaRoc was founded to purchase Ronez in Guernsey and Jersey, closely followed by its own dedicated cargo vessel for bulk shipping activities. SigmaRoc has since made a significant number of acquisitions in the UK and Europe, most notably acquiring Nordkalk in July 2021, a manufacturer of limestone-based products based in Scandinavia.

SigmaRoc's share price at 30 June 2022 was 55.6p, a decrease of 27.9p from 83.5p as at 31 December 2021.

On 29 July 2022, SigmaRoc released an encouraging H1 2022 trading update highlighting strong fundamental financial performance. Points of note include revenue of £248m, up 18% over H1 2021 on an adjusted like-for-like basis, and underlying EBITDA of £48m, an increase of 6% on H1 2021.

Customer demand has remained strong across all regions and business areas with the group also benefitting from its efficiency and commercial initiatives. Demand for construction materials, particularly in the UK infrastructure, housebuilding and RMI markets, has remained strong. With this consistent demand, the group has been able to attenuate the effects of the unstable geopolitical backdrop.



INVESTMENT MANAGER'S REPORT (CONTINUED)

For the period ended 30 June 2022

Highlights from the past six months include: the UPM paper mills strike in Finland being resolved with catch-up volumes expected; a new limestone deposit opened in Poland with planned reserve extensions expected to add a total of 35 million tonnes to the group's reserves and resources; and the group's first full ESG report published containing extensive detail on its environmental, social and governance policies and initiatives, as well as a detailed roadmap to net-zero.

SigmaRoc's share price has been adversely affected in light of the difficult macroeconomic backdrop over the past six months with geopolitical tensions and rising inflation being the two main factors causing investors' broad apprehension. The Investment Manager maintains confidence in the group and its plans for the future.

THE INTERNATIONAL STOCK EXCHANGE GROUP LIMITED ("TISEG")		TISE Listed:	TISEG
Investment:	Ordinary Shares	% of Bailiwick's net assets:	6.05%
		% of voting rights held:	13.61%

Business Summary: TISEG, headquartered in Guernsey, is the holding company of The International Stock Exchange Authority Limited which operates the investment exchange known as The International Stock Exchange ("TISE").

TISEG's share price decreased from £13.75 as at 31 December 2021 to £13.25 at 30 June 2022, having paid dividends totalling £2.45 per share over the period.

TISEG announced another strong set of results 2021, reporting record turnover, profit and earnings per share for the second year in a row. The trading update released in May reported record listing volumes in Q1 and that the earnings per share at H1 2022 is expected to be in line with H1 2021.

The group has a strong and highly liquid balance sheet, with cash and liquid investments at the year end of £13.4m after paying dividends totalling £2.3m during 2021. The company declared and paid an ordinary dividend of 45p in Q1 2022 and a further special dividend of 200p was paid in June. The special dividend equated to a return of approximately £5.6m of surplus cash to shareholders following a review of the Group's current and expected capital requirements.

In February 2022, TISE launched its new bespoke auction trading system, NOVA, which provides an automated price discovery and transaction model. TISE expects this system to deliver even greater value to current equity issuers, as well as offering new products and services to a new range of potential clients and participants in the equity capital markets arena.

More recently, on 27 July 2022, TISEG issued a H1 2022 trading update indicating that listing volumes in Q2 2022 had been subdued by macro-economic conditions and this could result in overall H1 2022 EPS being lower than H1 2021 EPS. The short-term outlook for bond markets remains tempered but TISEG is well placed to capitalise when favourable market conditions return.

CHANNEL ISLANDS MEDIA GROUP LIMITED ("CIMG")		Private Company	
Investment:	Ordinary Shares	% of Bailiwick's net assets:	3.46%
		% of voting rights held:	46.64%

Business Summary: CIMG comprises two wholly owned subsidiaries: The Guernsey Press Limited ("the GP") and TPA Guernsey Limited ("TPA"). The GP is a key source of news and information across the Bailiwick of Guernsey. TPA is a professional services company creating marketing and digital development output across a range of media in Guernsey and Jersey, with a focus to grow its offering in Jersey.

On 1 April 2022, Bailiwick acquired an additional 814,500 shares from an exiting shareholder, increasing its total shareholding in CIMG from 30.36% to 46.64%.

CIMG has performed well during the first half of 2022 with both TPA and GP contributing positively.

TPA in particular had an exceptional H1 with profits ahead of target. Its management team is focussed on maintaining high standards of service levels and quality of output as volumes grow, requiring continued investment in people, processes and technology over the coming months, alongside business development initiatives.

The TPA and GP teams are working together on a digital project for the GP to diversify its offering and position it for the long term.

A dividend of £450k was paid by CIMG in April 2022, of which Bailiwick received £210k.



INVESTMENT MANAGER'S REPORT (CONTINUED)

For the period ended 30 June 2022

JERSEY ELECTRICITY PLC ("JEL")	LSE Main Market Listed: JEL
Investment: A Ordinary Shares	% of Bailiwick's net assets: 3.15%
	% of voting rights held: 5.15%

Business Summary: The core business is the supply and distribution of affordable, secure and sustainable energy. Complementary services include commercial and domestic building services, energy solutions advisory, environmental engineering, retail, IT advisory and property investment. The States of Jersey owns 62% of the ordinary share capital, which is unlisted.

JEL's share price as at 30 June 2022 was 530p per share, a decrease of 90p from 31 December 2021 (620p). Weakened global stock market sentiment has meant that the share price has been negatively affected over the past six months as geopolitical tension and rapidly rising inflation have caused investors to be more cautious.

In its interim report to 31 March 2022, JEL announced a 3% decrease in revenue compared with the same period last year, mainly due to a fall in both Energy and Retail revenue. Profit before tax of £7.0m was £3.5m lower than 2021, primarily due to a material fall in profit for the Energy business, but net cash had increased to £13.1m from £5.9m at the same time last year. The company paid an interim dividend of 7.60p per share (2021: 7.20p) in June 2022.

PROVIZ LIMITED ("Proviz")	Private Company
Investment: Ordinary Shares	% of Bailiwick's net assets: 2.38%
	% of voting rights held: 19.1%

Business Summary: Proviz is a retailer of high visibility clothing, focussed on the 'athleisure' market for commuters, cyclists, runners and users of the outdoors generally. Its mission is to develop and manufacture high visibility, reflective clothing so that wearers can be a source of light and visible regardless of conditions and to disrupt a market that was perceived as unglamorous by providing desirable premium products that customers love.

Bailiwick invested £2m in Proviz in May 2022 as part of a £4.5m fundraising round for the business to drive it through the next growth stage. Trading up until the year end of 31 March 2022 was in line with budget and we anticipate additional growth in regions further afield where the company has targeted expansion.

OATLANDS VILLAGE (F B LIMITED) ("Oatlands")	Private Company
Investment: Ordinary Shares	% of Bailiwick's net assets: 2.34%
Preference Shares	% of voting rights held: 33.33%

Business Summary: Oatlands Village is home to a variety of attractions for locals and tourists in Guernsey and comprises a number of rental units, including a range of high-quality retail outlets and a popular restaurant, The Kiln. Oatlands also owns and operates Oaty and Joey's Playbarn, one of the UK's largest play barns.

Oatlands was behind budget over the first half of 2022 with the biggest variance being caused by the delay to the planned launch of the breakfast drive-thru service due to staff shortages. The evening drive-thru service is operating well and the kitchen received a five-star rating in its recent health inspection. Inflation and the knock-on effect on the price of food/supplies has also been carefully considered and continues to be closely monitored.

Following a quieter end to 2021, due to rising Covid-19 cases, footfall in the Village increased during January and February as customers were more comfortable being in busy places.

Further development of the Oatlands site remains in active consideration.



INVESTMENT MANAGER'S REPORT (CONTINUED)

For the period ended 30 June 2022

MITONOPTIMAL INTERNATIONAL LIMITED (“Miton”)	Private Company
Investment: Ordinary Shares	% of Bailiwick's net assets: 2.08%
5% Loan Notes	% of voting rights held: 11.41%

Business Summary: Holding company of the remaining operating subsidiaries in the UK (investment advisory) and South Africa (discretionary fund management).

As previously reported, Miton is in orderly wind up and actively working to sell its operating subsidiaries. Miton sold its Guernsey subsidiary in Q2 2022, the proceeds of which were used to repay Bailiwick's £1.5m 6% loan note. The repayment of Bailiwick's remaining £1.5m 5% loan note is expected to follow the sale of its UK subsidiary, with the residual equity value based on surplus proceeds and the remaining business.

LE PLATON RESIDENTIAL HOME (“Le Platon”)	Private Company
Investment: 7% Loan Notes due 2026	% of Bailiwick's net assets: 0.89%
	% of issued loan notes held: 57.69%

Business Summary: Established in 1914 as a care home for elderly residents of Guernsey. Construction started in November 2018 to extend the building and refurbish other existing parts to create a fully compliant, market standard 50-bedroom care home for elderly residential and dementia care.

As noted in previous updates, the completion date for Phase two of the development project was delayed due to restricted labour resources in Guernsey and construction supply issues. The revised date for completion is the end of November 2022.

Interest on the loan notes for the period 1 July 2021 to 31 December 2021 was duly received by Bailiwick in H1 2022.

Ravenscroft Specialist Fund Management Limited

19 August 2022





STATEMENT OF COMPREHENSIVE INCOME

For the period ended 30 June 2022

	Notes	(Unaudited) 1 January 2022 to 30 June 2022 £	(Unaudited) 1 January 2021 to 30 June 2021 £
INCOME			
Net gain on financial assets at fair value through profit or loss	6	-	10,287,091
Investment income		1,927,943	815,248
Performance fee clawback	3	249,533	-
Bank interest income		8,343	-
Total income		2,185,819	11,102,339
EXPENSES			
Net loss on financial assets at fair value through profit or loss	6	4,182,077	-
Performance fee	3	-	726,294
Management fee	3	540,332	462,142
Administration fees	3	64,330	64,291
Audit fees		18,100	17,500
Directors' fees	3	60,000	63,750
Custodian fees		32,495	27,284
Legal and professional fees		8,824	2,325
Other expenses	4	17,395	23,791
Total expenses		4,923,553	1,387,377
Total (loss)/profit and comprehensive (loss)/income for the period		(2,737,734)	9,714,962
Weighted average shares in issue during the period		57,000,000	57,000,000
(Loss)/earnings per ordinary share (basic and diluted)		(£0.05)	£0.17

All items in the above statement are derived from continuing operations.
The accompanying notes form an integral part of these financial statements.



STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	Notes	(Unaudited) 30 June 2022 £	(Audited) 31 December 2021 £
ASSETS			
Financial assets at fair value through profit or loss	5, 6	81,817,069	85,881,473
Other receivables and prepayments	8	58,820	170,371
Cash and cash equivalents	7	3,517,288	4,193,359
Total assets		85,393,177	90,245,203
LIABILITIES			
Performance fees accrued	3	997,797	1,247,330
Other payables	9	354,048	508,807
Total liabilities		1,351,845	1,756,137
NET ASSETS		84,041,332	88,489,066
EQUITY			
Share premium	10	59,882,718	59,882,718
Retained earnings		24,158,614	28,606,348
Total equity		84,041,332	88,489,066
Net asset value per ordinary share	12	1.4744	1.5524

The Unaudited Condensed Financial Statements on pages 15-29 were approved and authorised for issue by the Board of Directors and signed on its behalf by:

Sir Geoffrey Rowland
Chairman

Date: 19 August 2022

The accompanying notes form an integral part of these financial statements.



STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2022

(Unaudited)	Share Capital £	Share Premium £	Retained Earnings £	Total equity £
At 1 January 2022	-	59,882,718	28,606,348	88,489,066
<i>Total comprehensive loss:</i>				
Loss for the period	-	-	(2,737,734)	(2,737,734)
Total comprehensive loss for the period	-	-	(2,737,734)	(2,737,734)
<i>Transactions with Shareholders:</i>				
Dividends declared during the period	-	-	(1,710,000)	(1,710,000)
Total transactions with Shareholders	-	-	(1,710,000)	(1,710,000)
At 30 June 2022	-	59,882,718	24,158,614	84,041,332

(Unaudited)	Share Capital £	Share Premium £	Retained Earnings £	Total equity £
At 1 January 2021	-	59,882,718	15,947,760	75,830,478
<i>Total comprehensive profit:</i>				
Profit for the period	-	-	9,714,962	9,714,962
Total comprehensive profit for the period	-	-	9,714,962	9,714,962
Dividends declared during the period	-	-	(1,425,000)	(1,425,000)
Total transactions with Shareholders	-	-	(1,425,000)	(1,425,000)
At 30 June 2021	-	59,882,718	24,237,722	84,120,440

The accompanying notes form an integral part of these financial statements.



STATEMENT OF CASH FLOWS

For the period ended 30 June 2022

	Notes	(Unaudited) 1 January 2022 to 30 June 2022 £	(Unaudited) 1 January 2021 to 30 June 2021 £
CASH FLOWS FROM OPERATING ACTIVITIES			
Total (loss)/profit and comprehensive income for the period		(2,737,734)	9,714,962
<i>Adjusted for:</i>			
Decrease in other receivables and prepayments		111,551	16,770
(Decrease)/increase in other payables		(404,292)	737,396
Purchase of financial instruments	6	(2,611,173)	(1,000)
Proceeds from sale of financial instruments	6	2,493,500	2,921,422
Net loss/(gain) on financial assets at fair value through profit or loss	6	4,182,077	(10,287,091)
Net cash flows from operating activities		1,033,929	3,102,459
CASH FLOWS USED IN FINANCING ACTIVITIES			
Dividends paid to shareholders	11	(1,710,000)	(1,425,000)
Net cash flows from financing activities		(1,710,000)	(1,425,000)
Net (decrease)/increase in cash and cash equivalents		(676,071)	1,677,459
Cash and cash equivalents at start of period		4,193,359	2,031,131
Cash and cash equivalents at end of period		3,517,288	3,708,590

The accompanying notes form an integral part of these financial statements.



NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 June 2022

1. GENERAL INFORMATION

Bailiwick Investments Limited (the “Company”) is a closed-ended investment company registered under the Companies (Guernsey) Law, 2008, in Guernsey on 22 September 2008 and is authorised under Section 8 of the Protection of Investors (Bailiwick of Guernsey) Law 2020, as amended. The Company is listed on The International Stock Exchange (“TISE”).

The principal activity of the Company is to achieve long term capital growth by investment in a diversified portfolio of investments, principally in businesses, property and assets situated, registered, headquartered in or managed from the Channel Islands or in relation to which through the involvement of Channel Islands businesses or individuals, resident in the Channel Islands, there is a material Channel Islands interest.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These Unaudited Condensed Financial Statements (the “Financial Statements”) which give a true and fair view, have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and comply with The Companies (Guernsey) Law, 2008.

Basis of preparation

These Financial Statements have been prepared in accordance with International Accounting Standard (IAS) 34 ‘Interim Financial Reporting’, the Listing Rules of The International Stock Exchange (“TISE”) and applicable legal and regulatory requirements. These Financial Statements have been condensed and as a result do not include all of the information and disclosures required in Annual Financial Statements, they therefore should be read in conjunction with the Company’s last Annual Audited Financial Statements for the year ended 31 December 2021.

The accounting policies applied in these Financial Statements are consistent with those applied in the last Annual Audited Financial Statements for the year ended 31 December 2021, which were prepared in accordance with IFRS.

Going concern

The Directors have assessed the financial position of the Company as at 30 June 2022 and the factors that may impact its performance (including the potential impact on

markets and supply chains of geo-political risks such as the current crisis in Ukraine, uncertainty and continuing macro-economic factors, inflation and the risk of further COVID-19). The Directors note that the Company’s portfolio has not been materially adversely affected in terms of value or cashflows by the on-going crisis in Ukraine, inflation and the macro-economic factors.

Having considered the Company’s objectives and available resources along with its projected income and expenditure, the Directors are satisfied that the Company has adequate resources to meet its liabilities as they fall due and continue in operational existence for the foreseeable future.

The Company is currently in a positive net asset position and holds a variety of quality assets with no leverage. Current assets include cash reserves at 30 June 2022 of £3.5 million which would be used to fund any liabilities that become due or payable. The Company’s liquidity is further supported by a portfolio of listed investments with a year end fair value of £45 million which could be sold in a worst-case scenario.

These Financial Statements were authorised for issue by the Company’s Board of Directors on 19 August 2022.

Basis of consolidation

The Directors have determined that the Company meets the definition of an “Investment Entity” as it is defined by IFRS 10 and, as such, is required not to consolidate investments in subsidiaries, except to the extent that a subsidiary provides investment related services to a group. Unconsolidated subsidiaries are classified as fair value through profit or loss in accordance with IFRS 9 and measured at fair value. There are no consolidated subsidiaries.

Significant accounting estimates and judgements

When preparing half-yearly financial statements, the Directors undertake a number of judgements, estimates and assumptions about recognition and measurements of assets, liabilities, income and expenses. These estimates and judgements are reviewed on an ongoing bases and are continually evaluated based on historic experience and other factors. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. The actual results may differ from judgements, estimates and assumptions made by managements, and will seldom equal the estimated results. The most significant judgement is the valuation of unlisted investments.



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Significant accounting estimates and judgements (continued)

As at June 2022, included in investments at fair value through profit or loss were 8 unlisted investments (31 December 2021: 7 unlisted) valued at £36,800,692 (31 December 2021: £34,213,764). These investments are not quoted on an exchange, and as such their valuation relies on a degree of informed judgement from the Investment Manager.

The significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are consistent with those set out in the audited annual financial statements for the year ended 31 December 2021.

New, revised and amended standards applicable to future periods

The Directors considered all relevant new standards, amendments and interpretation to existing standards effective for the half-yearly report for the six months ended 30 June 2022. Their adoption has not yet led to any changes in the Company's accounting policies and they had no material impact on the financial statements of the Company.

At the date of approval of these Financial Statements, the following standards and interpretations, which have not been applied in these Financial Statements, were in issue but not yet effective:

- IAS 1 (amended), "Presentation of Financial Statements" (amendments regarding the classification of liabilities and the disclosure of accounting policies, effective for periods commencing on or after 1 January 2023; and
- IAS 8 (amended), "Accounting Policies, Changes in Accounting Estimates and Errors" (amendments regarding the definition of accounting estimates, effective for periods commencing on or after 1 January 2023); and
- IAS 37 (amended), "Provisions, Contingent Liabilities and Contingent Assets" (amendments regarding the costs to include when determining whether a contract is onerous, effective for periods commencing on or after 1 January 2023).

Segmental reporting

In accordance with IFRS 8, Operating Segments, it is mandatory for the Company to present and disclose segmental information based on the internal reports that are regularly reviewed by the Board in order to assess each segment's performance. Management information for the Company as a whole is provided internally for decision making purposes. The Directors' decisions are based on a single integrated investment strategy and the Company's performance is evaluated on an overall basis. Therefore, the Directors are of the opinion that the Company is engaged in a single economic segment of business of all decision making purposes and no segmental reporting is required. The financial results of this segment are equivalent to the results of the Company as a whole.

3. MATERIAL AGREEMENTS

The Company is responsible for the continuing fees of the Administrator and the Investment Manager in accordance with the Administration and Secretarial Agreement dated 29 November 2021 and Investment Management Agreement dated 22 March 2021.

Administration fees

Sanne Fund Services (Guernsey) Limited, as the Administrator, is entitled to receive an annual fee equal to 0.12% of the Net Asset Value ("NAV") of the Company payable quarterly in arrears, excluding disbursements, and is subject to a minimum annual fee of £80,000. Administration fees incurred in the current period amounted to £64,330 (30 June 2021: £64,291) and as at the period end a payable of £31,678 (31 December 2021: £32,486) was due to the Administrator.

On 4 August 2022, the entire share capital of Sanne Group Plc, the ultimate parent company of Sanne Fund Services (Guernsey) Limited, the Administrator, was acquired by Apex Acquisition Company Limited, a wholly owned subsidiary of Apex Group Limited.

The Administration Agreement can be terminated by either party giving not less than 3 months' written notice.

Management fees

In accordance with the Investment Management Agreement with Ravenscroft Specialist Fund Management Limited is entitled to a management fee equal to 1.25% of the adjusted closing NAV, excluding cash and cash equivalents, and 0.1% on cash and cash equivalents. Management fees accrued in the current period amounted to £540,332 (30 June 2021: £462,142) and as at period end a payable of £270,166 was due to the Manager (31 December 2021: £387,450).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

3. MATERIAL AGREEMENTS (continued)

Performance fees

The Manager is also entitled to earn a performance fee. The hurdle rate, which determines whether a performance fee is paid is 6% over the Bank of England base rate. The performance fee is calculated by taking an amount equal to 12.5% of the amount by which, at the end of any accounting period, the NAV per Ordinary Share exceeds the greater of (i) the Hurdle NAV per Ordinary share; and (ii) the High Watermark and multiplying such amount by the weighted average number of Ordinary Shares in issue for the relevant performance period. The performance fee is calculated quarterly and is payable upon realisation of individual investments. No performance fee becomes payable unless the Hurdle NAV per Ordinary Share of 6% over the Bank of England base rate is exceeded for the relevant period.

When the performance fee becomes payable, 80% is payable to the Investment Manager and the remaining 20% is paid into a clawback account. The purpose of the 20% clawback provision is to protect the Fund from a fall in the NAV during the subsequent 3 year period following a Performance Fee becoming due. If at the end of a subsequent accounting period the Adjusted Closing NAV is lower than the Opening NAV per share or the High Water Mark, then the 20% retained in the clawback account (or a proportion thereof) will become recallable back to the Fund. Amounts remaining in this account that have not been subject to clawback after 36 months or more after the end of the Accounting Period to which they relate, are then paid to the Investment Manager.

As at 30 June 2022 a performance fee of £997,797 had been accrued (31 December 2021: £1,247,330). The reduction from prior year is as a result of £249,533 performance fee clawback due to the Fund for the 6 months period to 30 June 2022, under the terms of the Amended and Restated Investment Management Agreement dated 22 March 2021 (30 June 2021: performance fee of £726,294).

Directors' fees

The Company, as a self-managed AIF, is subject to a remuneration policy which is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under the Directive. The remuneration policies are designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of its Directors and senior management is in line with the risk policies and objectives of the alternative investment fund. Directors' fees are subject to annual review by the Remuneration Committee. The total remuneration paid to the Directors for the period ended 30 June 2022 amounted to £60,000 (30 June 2021: £63,750). The Chairman is entitled to an annual fee of £45,000, and the remaining Directors are each entitled to an annual fee of £37,500.

**NOTES TO THE FINANCIAL STATEMENTS** (CONTINUED)

For the period ended 30 June 2022

4. OTHER EXPENSES

	1 January 2022 to 30 June 2022	1 January 2021 to 30 June 2021
	£	£
Directors' and officers' insurance fees	3,976	3,976
Operating fees	1,412	1,256
Listing fees	1,242	1,250
Regulatory fees	3,177	3,174
Sponsors fees	4,310	3,257
Printing expenses	3,278	-
Sundry expenses	-	10,878
	17,395	23,791

5. FINANCIAL ASSETS AND LIABILITIES

30 June 2022	Financial assets at FVTPL	Financial assets measured at amortised cost	Total
	£	£	£
Financial assets			
Listed investments	45,016,377	-	45,016,377
Unlisted investments	36,800,692	-	36,800,692
Other receivables (excluding prepayments)	-	44,796	44,796
Cash and cash equivalents	-	3,517,288	3,517,288
	81,817,069	3,562,084	85,379,153
		Financial assets measured at amortised cost	Total
30 June 2022		£	£
Financial liabilities			
Other payables		354,048	354,048
		354,048	354,048



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

5. FINANCIAL ASSETS AND LIABILITIES (continued)

31 December 2021	Financial assets at FVTPL £	Financial assets measured at amortised cost £	Total £
Financial assets			
Listed investments	51,667,709	-	51,667,709
Unlisted investments	34,213,764	-	34,213,764
Other receivables (excluding prepayments)	-	159,008	159,008
Cash and cash equivalents	-	4,193,359	4,193,359
	85,881,473	4,352,367	90,233,840

31 December 2021	Financial assets measured at amortised cost £	Total £
Financial liabilities		
Other payables	508,807	508,807
	508,807	508,807

6. FAIR VALUE OF FINANCIAL INSTRUMENTS

	30 June 2022 £	31 December 2021 £
Fair value brought forward	85,881,473	73,756,566
Purchases at cost	2,611,173	307,353
Sales	(2,493,500)	(5,123,740)
Net (loss)/gain on financial assets at fair value through profit or loss	(4,182,077)	16,941,294
Fair value carried forward	81,817,069	85,881,473
Closing book cost	46,027,938	45,780,648
Closing revaluation of investments	35,789,131	40,100,825
	81,817,069	85,881,473

IFRS has a hierarchical disclosure framework which prioritises and ranks the level of market price observability used in measuring investments at fair value. The three levels of inputs are:

Level 1: Inputs are unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at measurement date;

Level 2: Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

6. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

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

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

The following table analyses within the fair value hierarchy the Company's financial assets measured at fair value at 30 June 2022:

		Level 1 £	Level 2 £	Level 3 £	Total £
Listed securities					
SigmaRoc PLC	Construction	9,685,500	-	-	9,685,500
The International Stock Exchange Group Limited	Financial services	5,087,523	-	-	5,087,523
SandpiperCI Limited	Retail	27,593,354	-	-	27,593,354
Jersey Electricity PLC	Utilities	2,650,000	-	-	2,650,000
Total listed securities		45,016,377	-	-	45,016,377
Unlisted securities					
The Octane PCC Limited - Jackson's Group Ltd	Motor Trade	-	-	11,912,233	11,912,233
Proviz Limited	Retail	-	-	1,999,990	1,999,990
Channel Islands Media Group Limited	Media	-	-	2,910,998	2,910,998
Guernsey Recycling (1996) Limited	Waste recycling	-	-	15,459,196	15,459,196
FB Limited - Oatlands Village	Investment Property	-	-	1,968,205	1,968,205
Le Platon Home LBG	Investment Property	-	-	750,000	750,000
Bailiwick Investment Holdings Limited	Investment Property	-	-	50,070	50,070
MitonOptimal International Limited	Financial Services	-	-	1,750,000	1,750,000
Total unlisted securities		-	-	36,800,692	36,800,692
Totals securities at fair value		45,016,377	-	36,800,692	81,817,069



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

6. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The following table analyses within the fair value hierarchy the Company's financial assets measured at fair value at 31 December 2021:

		Level 1 £	Level 2 £	Level 3 £	Total £
Listed securities					
SigmaRoc PLC	Construction	14,954,850	-	-	14,954,850
The International Stock Exchange Group Limited	Financial services	5,279,505	-	-	5,279,505
Polygon Group Limited	Investment Holding	-	740,000	-	740,000
SandpiperCI Limited	Retail	27,593,354	-	-	27,593,354
Jersey Electricity PLC	Utilities	3,100,000	-	-	3,100,000
Total listed securities		50,927,709	740,000	-	51,667,709
Unlisted securities					
The Octane PCC Limited - Jackson's Group Ltd	Motor Trade	-	-	11,227,369	11,227,369
Channel Islands Media Group Limited	Media	-	-	2,298,215	2,298,215
Guernsey Recycling (1996) Limited	Waste recycling	-	-	14,669,846	14,669,846
FB Limited - Oatlands Village	Investment Property	-	-	1,968,205	1,968,205
Le Platon Home LBG	Investment Property	-	-	750,000	750,000
Bailiwick Investment Holdings Limited	Investment Property	-	-	50,129	50,129
MitonOptimal International Limited	Financial Services	-	-	3,250,000	3,250,000
Total unlisted securities		-	-	34,213,764	34,213,764
Totals securities at fair value		50,927,709	740,000	34,213,764	85,881,473

When fair values of listed equity and debt securities at the reporting date are based on quoted market prices or binding dealer price quotations and are actively traded, without any deduction for transaction costs, the instruments are included within Level 1 of the hierarchy. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These may include investment-grade corporate bonds and listed equities. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Investments classified within Level 3 have significant unobservable inputs, as they trade infrequently. Level 3 instruments may include private equity and corporate debt securities. As observable prices are not available for these securities, the Company uses valuation techniques to derive the fair value.

**NOTES TO THE FINANCIAL STATEMENTS** (CONTINUED)

For the period ended 30 June 2022

6. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The following is a reconciliation of assets for which Level 3 inputs were used in determining value:

	Other investments £
Opening balance	34,213,764
Purchases	2,611,173
Sale proceeds	(1,500,000)
Net gain on financial assets at fair value through profit or loss	1,475,755
Closing balance	36,800,692

Transfers between Level 2 and Level 3

There were no transfers from level 2 to level 3 during the year.

Quantitative information of significant unobservable inputs - Level 3

Description	30 June 2022 £	Valuation technique	Unobservable input
Bailiwick Investment Holdings Limited	50,070	Investment Manager's valuation based on NAV	Administrator's NAV calculation
Proviz Limited	1,999,990	Recent transaction price	See below*
Channel Islands Media Group Limited	2,910,998	Recent transaction price	See below*
F B Limited (Oatlands)	1,968,205	Recent transaction price	See below*
Guernsey Recycling (1996) Limited	15,459,196	Investment Manager's valuation based on EBITDA multiple; plus property valuation	EBITDA multiple and property valuation
Le Platon Home LBG	750,000	Purchase cost	Purchase agreement
MitonOptimal International Limited	1,750,000	Investment Manager's valuation based on repayment of loan notes and expected sale proceeds	Expected sales proceeds
The Octane PCC Limited - Octane Cell (Jacksons)	11,912,233	Investment Manager's valuation based on EBITDA multiple/ plus net assets in use	EBITDA multiple and net assets in use
	36,800,692		

*As at the financial period end, the investment manager has valued these investments using recent transaction prices and is not aware of any changes or events subsequent to the relevant transaction dates to the financial period end, that would imply a change in the investments' fair values.

Sensitivity analysis to significant changes in unobservable inputs within Level 3 hierarchy

Significant changes in any of the unobservable inputs could result in significantly lower or higher fair value measurements. The most significant unobservable input is EBITDA multiples. At 30 June 2022, if EBITDA multiples had increased by 1x with all other variables remaining constant, the fair value would increase by approximately £2.6 million (31 December 2021: £2.8 million). For a decrease of 1x in EBITDA multiples with all other variables remaining constant, the fair value would decrease by approximately £2.6 million (31 December 2021: £2.8 million).



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

7. OTHER RECEIVABLES AND PREPAYMENTS

	30 June 2022 £	31 December 2021 £
Investment income receivable	36,542	157,805
Prepayments	14,024	11,363
Other receivables	8,254	1,203
	58,820	170,371

The Directors consider that the carrying amount of other receivables approximates fair value.

8. CASH AND CASH EQUIVALENTS

	30 June 2022 £	31 December 2021 £
Cash at bank	3,517,288	4,193,359
	3,517,288	4,193,359

The cash at bank is at The Royal Bank of Scotland International Limited. The certificates of deposit are all with institutions rated at least A- by Standard and Poor's or A2 by Moody's.

9. OTHER PAYABLES

	30 June 2022 £	31 December 2021 £
Management fee	270,166	387,450
Administration fee	31,678	32,486
Audit fee	36,350	36,500
Custody fee	15,854	16,549
Legal and professional fees	-	7,500
Directors' fees	-	27,500
Other payables	-	822
	354,048	508,807

The Directors consider that the carrying amount of other payables approximates fair value.



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

10. SHARE CAPITAL

Authorised share capital	30 June 2022	
	£	
Unlimited ordinary shares of no par value	-	
	Number of	Share
	shares	premium
		£
Issued share capital		
Shares at 30 June 2022	57,000,000	59,882,718
Shares at 31 December 2021	57,000,000	59,882,718

The Company's authorised share capital consists of an unlimited number of ordinary shares of no par value.

All shares are equally eligible to receive dividends and the repayment of capital and represent one vote at the shareholders' meeting.

11. DIVIDEND

	30 June 2022	30 June 2021
	£	£
Dividend of 2.50p per share paid 18 June 2021	-	1,425,000
Dividend of 3.00p per share paid 17 June 2022	1,710,000	-
	1,710,000	1,425,000

12. NET ASSET VALUE PER ORDINARY SHARE

The net asset value per ordinary share of £1.4744 (30 December 2021: £1.5524) is calculated based on the net assets attributable to ordinary shareholders of £84,041,332 and on 57,000,000 ordinary shares in issue at 30 June 2022 (2021: net assets attributable to ordinary shareholders of £88,489,065 and on 57,000,000 ordinary shares in issue).



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 30 June 2022

13. RELATED PARTY TRANSACTIONS

Sir Geoffrey Rowland had a beneficial interest in 805,000 (31 December 2021: 805,000) shares in the Company at the date of this report and held 176,449 (31 December 2021: 176,449) shares in Ravenscroft Holdings Limited, the parent company of the Investment Manager.

Susie Farnon had a beneficial interest of 327,118 (31 December 2021: 327,118) shares in the Company at the date of this report and held 70,000 (31 December 2021: 70,000) shares in Ravenscroft Holdings Limited, the parent company of the Investment Manager.

Kevin Keen had a beneficial interest of 60,000 (31 December 2021: 60,000) shares in the Company at the date of this report.

Jon Ravenscroft, Group CEO of the Investment Manager, had a beneficial interest of 1,300,000 shares (31 December 2021: 1,300,000) in the Company at the date of this report.

Brian O'Mahoney, a Director of the Investment Manager, had a beneficial interest of 161,000 shares (31 December 2021: 161,000) in the Company at the date of this report.

Jim McInnes, Director of the Investment Manager, had a beneficial interest of 15,000 (31 December 2021: 15,000) shares in the Company at the date of this report.

Details of the Directors' fees are disclosed in note 3.

14. ULTIMATE CONTROLLING PARTY

The Directors consider that the Company has no ultimate controlling party.

15. COMMITMENTS AND CONTINGENCIES

There are no commitments or contingencies to report.

16. EVENTS AFTER THE REPORTING DATE

On 4 August 2022, the entire share capital of Sanne Group Plc, the ultimate parent company of Sanne Fund Services (Guernsey) Limited, the Administrator, was acquired by Apex Acquisition Company Limited, a wholly owned subsidiary of Apex Group Limited.

On 10 August 2022, the Fund sold 375,000 shares of SandpiperCI Limited at 91.5p, representing 1.25% of the total holding.

There were no other significant events since period end which would require revision of the figures or disclosures in the Financial Statements.





