

Annual Report 2025

# The City of London Investment Trust plc



**59**  
YEARS  
CONTINUOUS  
DIVIDEND GROWTH



MANAGED BY

**Janus Henderson**  
INVESTORS



This interactive PDF allows you to access information easily, go directly to another page, section or website.

## Guide to buttons

Please see navigation buttons at the bottom of each page



Previous  
Page



Print  
Options



Search



Home  
Page



Next  
Page

## Links

Clicking [a link](#) will take you to further information (opens in a new window)



## Section Tabs

Clicking a folder icon will take you to that chosen section

## Strategic Report

<a href="#">Performance</a>	2-3
<a href="#">The City of London Story</a>	4-5
<a href="#">Chairman's Statement</a>	6-9
<a href="#">Portfolio Snapshot</a>	10-11
<a href="#">Fund Managers' Report</a>	12-17
<a href="#">Portfolio Information</a>	18-19
<a href="#">Historical Information</a>	20
<a href="#">Business Review</a>	21-36

## Governance

<a href="#">Directors and Fund Managers</a>	38-39
<a href="#">Directors' Report</a>	40-42

<a href="#">Corporate Governance Report</a>	43-49
<a href="#">Audit and Risk Committee Report</a>	50-52
<a href="#">Nominations Committee Report</a>	53-54
<a href="#">Directors' Remuneration Report</a>	55-58
<a href="#">Statement of Directors' Responsibilities</a>	59
<a href="#">Independent Auditor's Report to the Members of The City of London Investment Trust plc</a>	60-66

## Financial Statements

<a href="#">Income Statement</a>	68
<a href="#">Statement of Changes in Equity</a>	69
<a href="#">Statement of Financial Position</a>	70
<a href="#">Notes to the Financial Statements</a>	71-86

## Additional Information

<a href="#">Securities Financing Transactions</a>	88-89
<a href="#">Alternative Performance Measures</a>	90-91
<a href="#">Glossary</a>	92
<a href="#">General Shareholder Information</a>	93
<a href="#">Financial Calendar</a>	94

## Notice of AGM

<a href="#">Notice of Annual General Meeting</a>	95-102
<a href="#">Corporate Information</a>	103



# Strategic Report

## Objective

The Company's objective is to provide long-term growth in income and capital, principally by investment in equities listed on the London Stock Exchange. The Board fully recognises the importance of dividend income to shareholders.

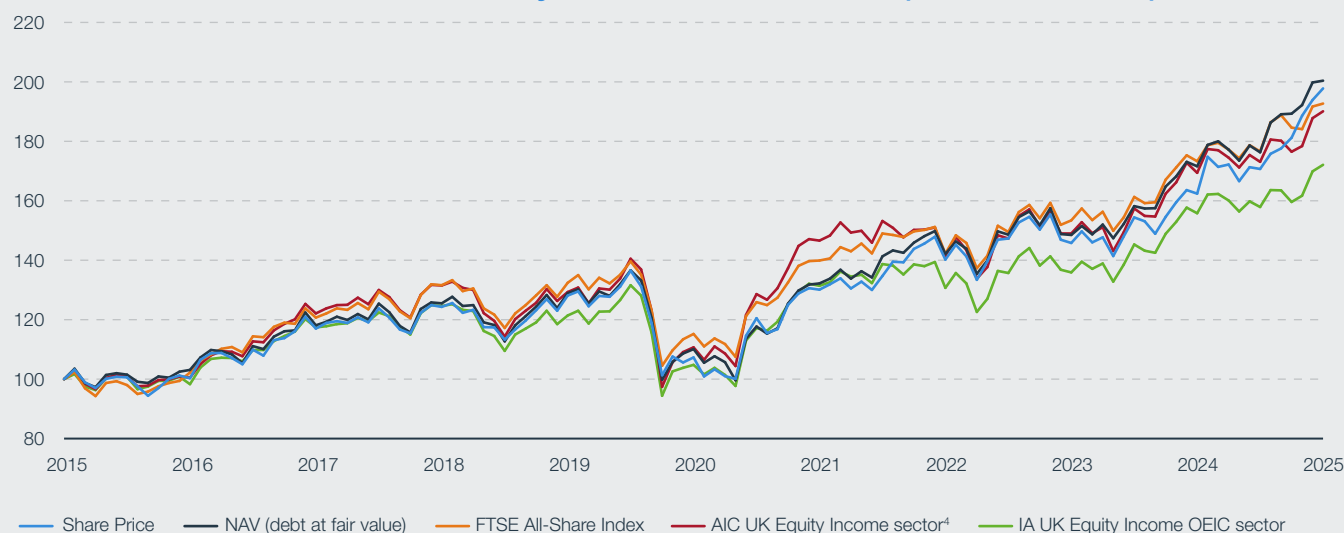


# Performance at 30 June

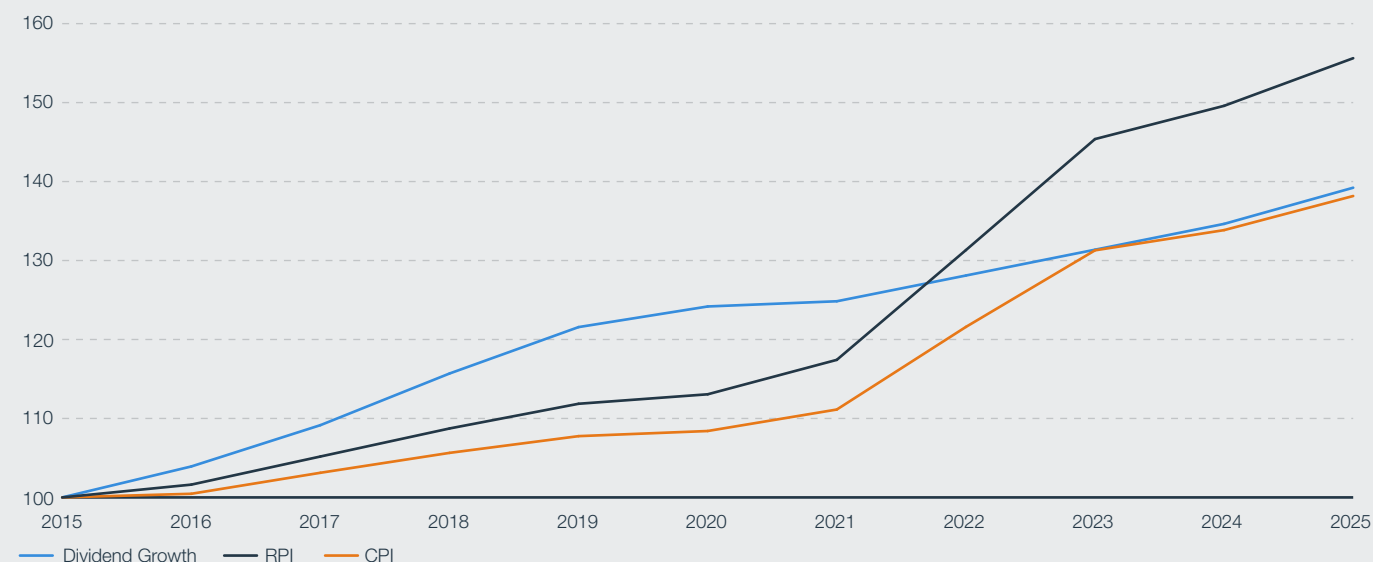
## Total Return Performance for year to 30 June

	2025 %	2024 %
NAV <sup>1,6</sup>	16.8	15.6
Share price <sup>2,6</sup>	21.8	11.3
FTSE All-Share Index (Benchmark)	11.2	13.0
AIC UK Equity Income sector <sup>3</sup>	12.6	12.6
IA UK Equity Income OEIC sector	10.5	14.6

## Total Return Performance for 10 years to 30 June 2025 (rebased to 100)



## Dividend Growth compared with the Retail Price Index ("RPI") and Consumer Price Index ("CPI") for the 10 years to 30 June 2025 (rebased to 100)





# Performance at 30 June

## NAV per share<sup>6</sup>

2025	2024
<b>472.5p</b>	<b>424.3p</b>

## NAV per share (debt at fair value)<sup>6</sup>

2025	2024
<b>478.1p</b>	<b>429.6p</b>

## Share price

2025	2024
<b>487.5p</b>	<b>420.0p</b>

## Revenue earnings per share

2025	2024
<b>21.6p</b>	<b>20.9p</b>

## Ongoing charge for the year<sup>5,6</sup>

2025	2024
<b>0.36%</b>	<b>0.37%</b>

## Premium/(discount)<sup>6</sup>

2025	2024
<b>3.2%</b>	<b>(1.0)%</b>

## Premium/(discount) (debt at fair value)<sup>6</sup>

2025	2024
<b>2.0%</b>	<b>(2.2)%</b>

## Gearing at year end<sup>6</sup>

2025	2024
<b>5.3%</b>	<b>7.1%</b>

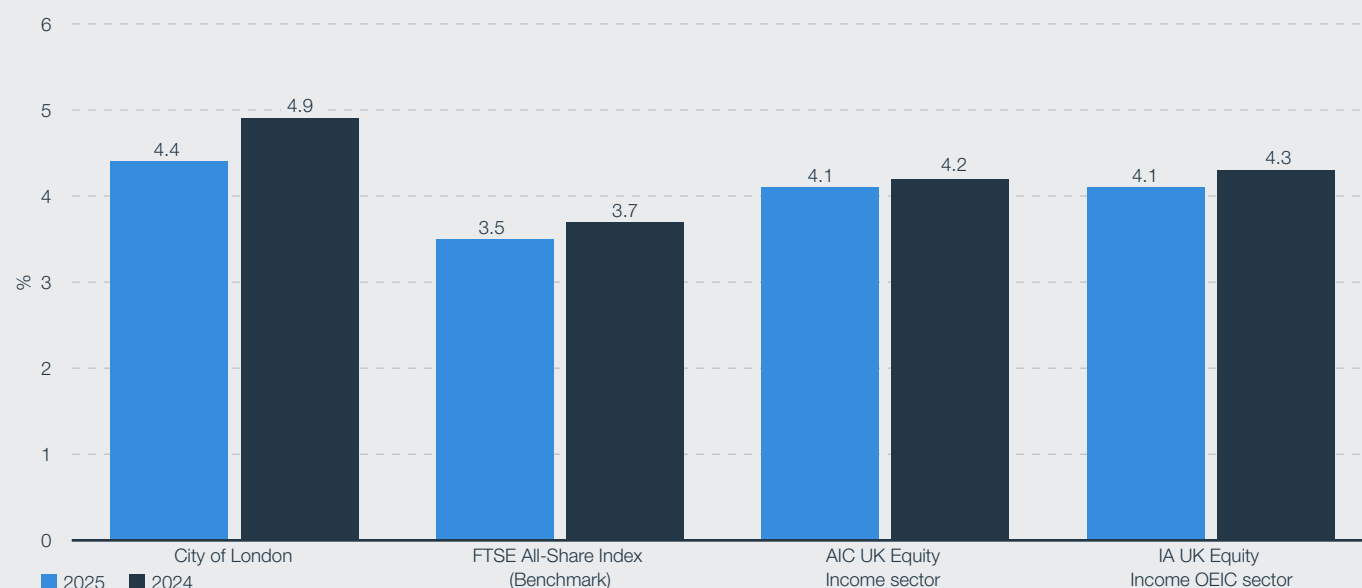
## Dividends per share

2025	2024
<b>21.3p</b>	<b>20.6p</b>

## Revenue reserve per share<sup>6</sup>

2025	2024
<b>9.9p</b>	<b>9.4p</b>

## Dividend Yields



1 Net asset value ("NAV") per ordinary share total return with debt at fair value (including dividends reinvested)

2 Share price total return using mid-market closing price

3 Association of Investment Companies ("AIC") UK Equity Income sector size-weighted average NAV total return (shareholders' funds)

4 AIC UK Equity Income sector NAV total return calculated on a simple average basis

5 Calculated using the methodology prescribed by the AIC

6 See Alternative Performance Measures on pages 90 and 91

Sources: Morningstar Direct, Janus Henderson, LSEG Datastream

A glossary of terms is on page 92 and an explanation of Alternative Performance Measures is on pages 90 and 91

# The City of London Story

## A Brief History

The Company (or “City of London”) was formed as City of London Brewery Company in 1860 to acquire Calverts, a family brewing business at Upper Thames Street in the City of London, registering as a limited company in 1891. The brewery had extensive interests in the licensed premises trade.



Photo credit: Keith Osbourne

In 1932, the name was changed to The City of London Brewery and Investment Trust Limited, parts of the business having been sold and the proceeds invested in securities according to investment trust principles. In 1968, the remaining part of the brewery business was sold and the Company concentrated exclusively on investments in securities.

In 1970, the Company appointed Touche, Remnant & Co. as Investment Manager and in 1982 the name was changed to TR City of London Trust PLC. In 1992, Touche, Remnant & Co. was acquired by Henderson Administration Group plc. The name of the Company was changed to The City of London Investment Trust plc in October 1997.

The Company has grown significantly with a strong performance record. Invested mainly in UK equities with a bias towards large, multinational companies and a conservative approach to portfolio composition, it prioritises sustainable income and long-term capital growth.

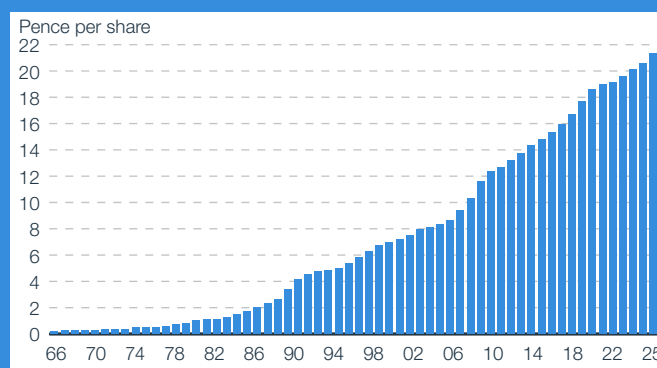


Photo credit: The Brewery History Society (custodians)

The Company has increased its dividend every year since 1966 and this 59 year record is the longest of any investment trust.

In May 2017, Henderson Group plc merged with Janus Capital Group Inc. to become Janus Henderson Group plc which is quoted on the New York and Australian Stock Exchanges.

### City of London: 59 Years of Dividend Growth



Source: Janus Henderson



## History of income growth

The summer of 1966 was significant for English football fans as it was the first (and most recent) time that England's men's team won the World Cup. It was also the start of City of London's dividend growth track record which has continued uninterrupted for 59 years.

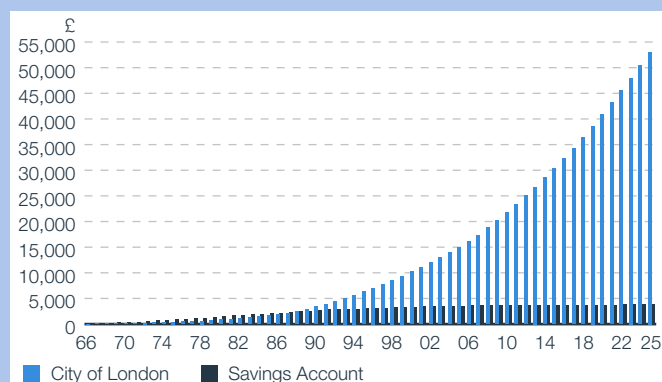
### Over that time, an initial investment of:

**£1,000** in **CITY OF LONDON** has yielded investors **£53,000** in gross income, assuming that they had not reinvested their income.

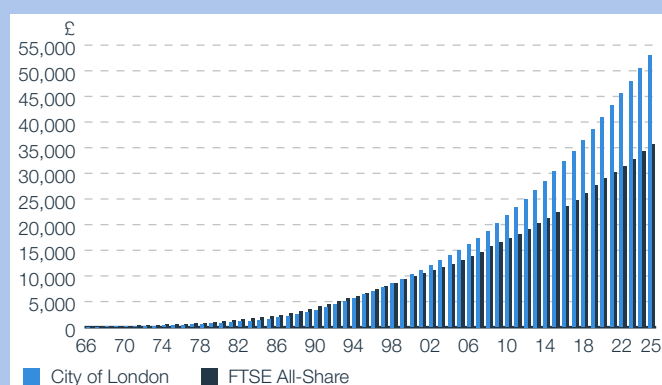
This compares to just **£3,900** earned from a **SAVINGS ACCOUNT**, based on the Bank of England base rate, or

**£35,700** paid out by the **UK EQUITY MARKET**, as measured by the FTSE All-Share Index over the same period.

### Cumulative income received from £1,000 initial investment



Source: Janus Henderson and LSEG Datastream

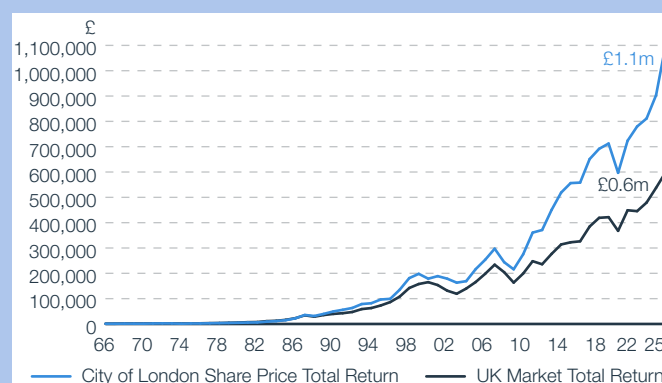


Source: Janus Henderson and LSEG Datastream

## Compounding income and total return

While City of London has provided investors with a growing source of income, the Company has also delivered strong long-term capital growth on a total return basis. If investors had reinvested their dividends back into shares in the Company over the period since 1966, an initial investment of £1,000 would be worth £1.1m today. For comparison, an investment of £1,000 in the UK market over 59 years, as measured by the Datastream UK Market Index (as data for the FTSE All-Share Index total return only goes back to 1986), would be worth £0.6m on a comparable total return basis. This comparison demonstrates a significant outperformance by City of London over the long term.

### City of London total return from a £1,000 initial investment



Source: Janus Henderson and LSEG Datastream

## Reserves

One of the main advantages of investment trusts is their ability to retain surplus income and create revenue reserves. These reserves can be added to in profitable years and paid out in the leaner years, thereby smoothing the level of dividend payments to shareholders where appropriate. While the investment process for City of London aims to avoid companies that cannot sustain dividend payments and the diversification of the portfolio limits the impact of any dividend cuts, the use of revenue reserves and the ability, also, to distribute capital reserves arising from gains realised from investments sold provide powerful protection for the dividend in challenging market conditions.

City of London's dividend growth track record and strong reserves position should give investors comfort over the long term.





Sir Laurie Magnus CBE  
Chairman

# Chairman's Statement

**“City of London’s net asset value total return of 16.8% outperformed the FTSE All-Share Index return of 11.2%. The dividend was increased for the 59th consecutive year and fully covered by earnings per share.”**



# Chairman's Statement

City of London produced a net asset value ("NAV") total return of 16.8%, outperforming the FTSE All-Share Index total return of 11.2%. City of London's NAV total return has exceeded the FTSE All-Share Index over 1, 3, 5 and 10 years. The dividend was increased for the 59th consecutive year and fully covered by earnings per share.

## The Markets

The inauguration of Donald Trump as President of the USA for a second term in January 2025 has had a significant impact on markets. One of his key election campaign pledges was to increase tariffs substantially in order to return manufacturing industry to the US and to raise revenue for the government. During the following months, world equity markets reacted to a series of announcements imposing tariffs at varying levels on particular countries depending on the state of negotiation of specific trade agreements. This made economic data, including forecasts, difficult to interpret, with evidence of some stockpiling of goods ahead of tariffs taking effect. The US dollar was notably weak, reflecting the consequent policy uncertainty. Despite these upheavals, the strongest area of US growth continued to be in artificial intelligence and data centres, with a positive effect on the value of a small number of very large US technology companies.

Another of Mr Trump's policies was to encourage allies to pay more for their defence. There was a step change in Europe, with the UK, Germany and some other European countries announcing plans to increase significantly their defence spending.

Concerns over increasing government borrowing caused markets to take a cautious view of the prospects for interest rates, particularly in the USA and the UK where 10-year government bond yields gave up earlier declines. The European Central Bank was more aggressive than the US Federal Reserve and the Bank of England in cutting lending rates.

In the UK, the new Labour government's first Budget, which significantly increased public spending, had a negative effect on sentiment in the private sector. The rise in the Employer's National Insurance tax rate hit hard those companies with large labour costs, such as in the hospitality sector. The combination of increasing energy and food prices, together with wage cost pressure, led to UK CPI inflation rising above 3% again in April 2025. Over the 12 months to 30 June 2025, the Bank of England responded to the weakness in economic growth by cutting its base rate to 4.25% through four cuts of 25 basis points.

The UK stock market benefited from a return to confidence in the UK banks, which delivered good profit and dividend growth. Life insurance had a good year, as did the tobacco industry where profits were more resilient than in most other consumer staples sectors. Takeovers of UK companies by overseas companies and private equity firms continued at a pace, demonstrating the value in the UK equity market.

## Performance

### Earnings and Dividends

City of London's earnings per share increased by 3.4% to 21.6p. The growth in dividends from the banks sector was the most important positive contributor for the second year in a row. Special dividends accounted as revenue amounted to £0.6 million, down from £1.0 million the previous year and reflecting the corporate trend for effecting shareholder distributions through share buybacks rather than dividend payments.

City of London's annual dividend grew by 3.4% to 21.3p, marginally behind UK CPI inflation of 3.6%. Over ten years, City of London's dividend has grown by 39.2%, slightly ahead of UK CPI inflation of 38.6%. This has been achieved during a difficult period for real dividend growth, which has included both the widespread cuts during the Covid pandemic and a period when, mainly because of rising energy costs, the annual rate of inflation exceeded 10%. Over 20 years, City of London's dividend has risen by 147.1%, compared to UK CPI inflation of 77.7%. The Board understands the importance of growing the dividend in real terms through the economic cycle and over the long term.

Expenses remained under tight control, with City of London's ongoing charge ratio, which declined from 0.37% to 0.36%, remaining very competitive compared with other actively managed funds. The reduction in the management fee rate from 0.325% to 0.300%, which the Board agreed with the Company's Manager, Janus Henderson, took effect from 1 January 2024 and had a positive effect on the ongoing charge ratio over the 12 months to 30 June 2025.

The revenue reserve increased by £2.1 million to £48.7 million with revenue reserves per share rising by 5.3% to 9.9p. The Board is firmly of the view that dividend payments should, other than in very exceptional circumstances, be covered by revenue alone and not be supplemented by distribution from realised capital profits. Whilst the Company's capital reserves arising from gains on investments sold (which rose by £52.1 million and £398.4 million) could help fund dividend payments, the Board considers that a healthy revenue reserve surplus provides an important underpinning for dividend payments drawn from earnings alone. Revenue reserves can be particularly useful given the varied timing of dividend receipts throughout the year from investee companies. They also provide a facility to cover dividend payments to shareholders at a time of sudden dividend cuts and surprises, such as occurred during the Covid pandemic.

### NAV Total Return

City of London's NAV total return of 16.8% was 5.6% ahead of the FTSE All-Share Index. Gearing, which contributed positively by 0.4%, was financed mainly by secured debt. The £30 million 2.67% secured notes (maturing in 2046) and the £50 million 2.94% secured notes (maturing in 2049) will

# Chairman's Statement (continued)

provide low-cost debt financing over the next quarter of a century for investment in equities.

Stock selection contributed by 5.5%. The biggest stock contributor relative to the FTSE All-Share Index was AstraZeneca, the pharmaceutical company, despite the portfolio being underweight compared with the index. The second biggest contributor was NatWest, the banking group, followed by Imperial Brands, the tobacco company. The biggest detractor to relative performance was not owning Rolls Royce, the aero engine manufacturer. The second biggest detractor was Merck, the US-listed pharmaceutical company, followed by not owning Standard Chartered, the bank. Overall, we benefited from overweight positions in the banks, financial services and life insurance sectors. More detail on our investment performance can be found in our Fund Managers' Report.

As mentioned in the introduction, City of London's NAV total return was ahead of the FTSE All-Share Index over 1, 3, 5 and 10 years. City of London was also ahead of the AIC UK Equity Income and IA UK Equity Income OEIC sector averages over 1, 3, 5 and 10 years.

## Share Issues and Buybacks

During the first half of the year, City of London's share price traded close to its net asset value, except briefly in July 2024 when 28,278 shares were bought back into treasury at a small discount, costing £119,000. From the start of 2025 until 11 April, 2.5 million shares, costing £11.0 million, were bought back at a small discount, to be held in treasury. Since 11 April 2025 to 30 June 2025, 1.7 million shares, raising proceeds of £7.9 million, have been sold from treasury at a small premium. Since 1 July 2025 to 12 September 2025, with the share price continuing to trade at a premium to NAV, a further 1,950,000 shares have been sold from treasury for total proceeds of £9.8 million.

The Board's policy, subject to prevailing market conditions, is for the Company's share price to reflect closely its underlying NAV while smoothing volatility and encouraging a liquid market in the shares. The ability to do this is underpinned by the liquidity of the Company's portfolio, all of which is listed and readily marketable, in contrast to the position of some other investment trusts. The Board's adherence to a policy of issuing shares at a premium and buying back at a discount over the last 15 years has enhanced NAV and, of particular note, kept the prevailing premium and discount to NAV within narrow bands rarely exceeding 3%.

## Environmental, Social and Governance

The Fund Manager and Deputy Fund Manager, supported by specialists at Janus Henderson, give careful consideration to environmental, social and governance ("ESG") related risks and opportunities when selecting stocks for the portfolio. The Board recognises that these risks are highly relevant to the long-term performance of City of London and of

increasing interest to shareholders and commentators.

An analysis by MSCI, a company widely used in the review of ESG factors, shows that City of London's portfolio as at 30 June 2025 had a lower weighted score for ESG risks than the FTSE All-Share Index. ESG-related issues receive careful consideration at each Board meeting, including how shareholdings have been voted at investee company meetings. Further details on how the Fund Managers take ESG consideration into account in their investment decision-making process are provided on pages 33 to 36.

## Annual General Meeting

The 2025 Annual General Meeting ("AGM") will be held at the offices of Janus Henderson, 201 Bishopsgate, London EC2M 3AE on Thursday, 30 October at 1.00pm. The meeting will include a presentation by our Fund Manager, Job Curtis, and Deputy Fund Manager, David Smith. Any shareholder who is unable to travel is encouraged to join virtually by Zoom, the conference software provider. We therefore request all shareholders and particularly those who cannot attend physically, to submit their votes by proxy to ensure their vote counts at the AGM.

## Outlook

The tariffs imposed by the Trump administration mark a seismic break from the post Second World War international trading system. They are likely to raise the costs of imported goods for US consumers and reduce demand for exporters to the USA. The UK, whose economy is predominantly services based, is less exposed to these tariffs than most other countries, particularly after reaching a trade agreement for a relatively low, general tariff of 10% with the US government.

The economic outlook for the UK has become more uncertain, with business confidence dented by the government's imposition of higher payroll taxes, more restrictive labour regulations and the continuing threat of further tax rises in the Autumn Budget targeted at investors and entrepreneurs. The deterioration in the overall UK government fiscal position remains a concern, particularly the implications for interest rates as the associated government debt issues are absorbed by international bond markets. With inflation having increased above 3%, significantly in excess of its 2% target, the Bank of England faces a difficult choice on further cutting interest rates following the 25-basis point cut in August 2025 to 4%. There is a high risk that inflation becomes persistent as expectations for pay increases, particularly in the public sector, remain elevated.

City of London is significantly shielded from the fortunes of the UK domestic economy given that the revenues of many UK-listed investee companies in its portfolio are predominantly from overseas. It can reasonably be claimed that UK-listed shares "offer global growth at a discount", given their attractive share price valuations compared with similar overseas companies. It can also be expected that the flow of takeovers for UK companies will continue, given this relative valuation



# Chairman's Statement (continued)

discount and the open system for corporate control on the London stock market.

Many UK-listed companies are buying back their own shares, enhancing earnings per share for remaining shareholders. Some companies in which City of London has a large shareholding, such as Shell and Imperial Brands, have bought back shares and, given the resulting lower number of shares in issue, grown their dividends at a reduced total cost. The Board remains confident that the companies in City of London's portfolio can help to achieve its objective of long-term growth in capital and income.

Sir Laurie Magnus CBE  
Chairman  
16 September 2025

# Portfolio Snapshot

## Forty Largest Investments as at 30 June 2025

The 40 largest investments, representing 82.66% of the portfolio, are listed below.

Position	Company	Sector	Market value £'000	Portfolio %
1	HSBC	Banks	118,148	4.81
2	Shell	Oil and Gas	109,801	4.47
3	BAE Systems	Aerospace and Defence	105,145	4.28
4	RELX	Software and Computer Services	100,305	4.08
5	British American Tobacco	Tobacco	91,716	3.74
6	NatWest	Banks	90,773	3.70
7	Unilever	Personal Care, Drug and Grocery Stores	82,950	3.38
8	Imperial Brands	Tobacco	82,685	3.37
9	Tesco	Personal Care, Drug and Grocery Stores	79,438	3.23
10	Lloyds Banking	Banks	72,079	2.94
<b>Top 10</b>			<b>933,040</b>	<b>38.00</b>
11	M&G	Investment Banking and Brokerage Services	66,820	2.72
12	AstraZeneca	Pharmaceuticals and Biotechnology	62,238	2.53
13	Phoenix	Life Insurance	56,874	2.32
14	Aviva	Life Insurance	55,710	2.27
15	Barclays	Banks	54,466	2.22
16	National Grid	Gas, Water and Multi-utilities	53,075	2.16
17	Land Securities	Real Estate Investment Trusts	49,494	2.01
18	Legal & General	Life Insurance	48,355	1.97
19	Rio Tinto	Industrial Metals and Mining	46,271	1.88
20	BP	Oil and Gas	46,078	1.88
<b>Top 20</b>			<b>1,472,421</b>	<b>59.96</b>
21	IG	Investment Banking and Brokerage Services	42,520	1.73
22	GSK	Pharmaceuticals and Biotechnology	41,685	1.70
23	British Land	Real Estate Investment Trusts	40,651	1.65
24	Diageo	Beverages	35,819	1.46
25	Munich Re	Non-life Insurance	34,033	1.39
26	Severn Trent	Gas, Water and Multi-utilities	32,796	1.33
27	Reckitt Benckiser	Personal Care, Drug and Grocery Stores	29,730	1.21
28	SSE	Electricity	27,457	1.12
29	3i	Investment Banking and Brokerage Services	27,398	1.12
30	TotalEnergies	Oil and Gas	26,777	1.09
<b>Top 30</b>			<b>1,811,287</b>	<b>73.76</b>
31	Schroders	Investment Banking and Brokerage Services	26,744	1.09
32	St. James's Place	Investment Banking and Brokerage Services	26,629	1.08
33	Beazley	Non-life Insurance	23,375	0.95
34	Deutsche Telekom	Telecommunications Service Providers	21,929	0.89
35	Sage	Software and Computer Services	21,384	0.87
36	Novartis	Pharmaceuticals and Biotechnology	21,153	0.86
37	BT	Telecommunications Service Providers	19,859	0.81
38	Nestlé	Food Producers	19,510	0.80
39	Swire Pacific	General Industrials	19,366	0.79
40	Persimmon	Household Goods and Home Construction	18,533	0.76
<b>Top 40</b>			<b>2,029,769</b>	<b>82.66</b>

All classes of equity in any one company are treated as one investment.



# Portfolio Snapshot (continued)

## Classification of Investments and Portfolio Weighting as at 30 June 2025

		Portfolio %	FTSE All-Share Index %	Relative to the FTSE All-Share Index percentage points
<b>Energy</b>	Oil and Gas	7.6	8.7	(1.1)
		<b>7.6</b>	<b>8.7</b>	<b>(1.1)</b>
<b>Basic Materials</b>	Chemicals	0.6	0.4	0.2
	Industrial Metals and Mining	3.2	4.3	(1.1)
	Precious Metals and Mining	–	0.3	(0.3)
		<b>3.8</b>	<b>5.0</b>	<b>(1.2)</b>
<b>Industrials</b>	Aerospace and Defence	4.3	6.3	(2.0)
	Construction and Materials	0.9	0.5	0.4
	Electronic and Electrical Equipment	1.3	1.1	0.2
	General Industrials	2.0	0.9	1.1
	Industrial Engineering	0.4	0.5	(0.1)
	Industrial Support Services	1.5	3.2	(1.7)
	Industrial Transportation	–	1.0	(1.0)
		<b>10.4</b>	<b>13.5</b>	<b>(3.1)</b>
<b>Consumer Staples</b>	Beverages	1.9	2.6	(0.7)
	Food Producers	1.8	0.6	1.2
	Personal Care, Drug and Grocery Stores	7.8	7.5	0.3
	Tobacco	7.1	3.6	3.5
		<b>18.6</b>	<b>14.3</b>	<b>4.3</b>
<b>Health Care</b>	Health Care Providers	–	–	–
	Medical Equipment and Services	0.6	0.6	–
	Pharmaceuticals and Biotechnology	6.0	10.0	(4.0)
		<b>6.6</b>	<b>10.6</b>	<b>(4.0)</b>
<b>Consumer Discretionary</b>	Automobiles and Parts	0.3	–	0.3
	Consumer Services	–	1.7	(1.7)
	Household Goods and Home Construction	1.4	1.0	0.4
	Leisure Goods	–	0.2	(0.2)
	Media	–	1.2	(1.2)
	Personal Goods	–	0.2	(0.2)
	Retailers	0.7	1.6	(0.9)
	Travel and Leisure	0.1	2.0	(1.9)
		<b>2.5</b>	<b>7.9</b>	<b>(5.4)</b>
<b>Telecommunications</b>	Telecommunications Service Providers	2.7	1.2	1.5
		<b>2.7</b>	<b>1.2</b>	<b>1.5</b>
<b>Utilities</b>	Electricity	1.1	1.0	0.1
	Gas, Water and Multi-utilities	4.0	3.1	0.9
		<b>5.1</b>	<b>4.1</b>	<b>1.0</b>
<b>Financials</b>	Banks	14.0	13.0	1.0
	Closed End Investments	–	5.6	(5.6)
	Finance and Credit Services	–	2.4	(2.4)
	Investment Banking and Brokerage Services	9.0	3.5	5.5
	Life Insurance	7.0	2.5	4.5
	Non-life Insurance	3.5	1.0	2.5
		<b>33.5</b>	<b>28.0</b>	<b>5.5</b>
<b>Real Estate</b>	Real Estate Investment Trusts	4.2	2.1	2.1
	Real Estate Investment and Services	–	0.4	(0.4)
		<b>4.2</b>	<b>2.5</b>	<b>1.7</b>
<b>Technology</b>	Software and Computer Services	5.0	4.2	0.8
		<b>5.0</b>	<b>4.2</b>	<b>0.8</b>
<b>Total</b>		<b>100.0</b>	<b>100.0</b>	<b>–</b>



# Fund Managers' Report



Job Curtis  
Fund Manager



David Smith  
Deputy Fund Manager

**“The portfolio is designed to continue growing City of London’s dividend and provide a competitive total return, including capital appreciation. We believe the companies in the portfolio offer good value relative to our view of the prospects for earnings and dividend growth.”**



# Fund Managers' Report

## Investment Background

The UK equity market, as measured by the FTSE All-Share Index, produced a total return of 11.2% over the 12 months. In July 2024, Labour returned to government after 14 years in opposition. The Budget in October raised public spending and increased the Employer's National Insurance tax rate. In the US, Donald Trump won the presidential election, returning to the White House, in January 2025, after a gap of four years. In early April, the new US administration announced tariffs against its trading partners, which triggered a brief correction in equity markets across the world. Stocks quickly rebounded as Washington announced a partial suspension of some of these levies. In May, the US and UK agreed a trade deal, with a 10% tariff for most British products.

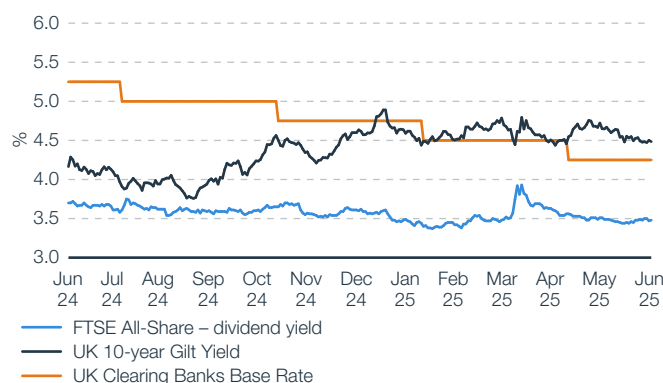
### FTSE All-Share Index total return (rebased to 100)



Source: LSEG Datastream, as at 30 June 2025

During the 12 months, the Bank of England made four 25 basis point cuts in the base rate, taking it from 5.25% to 4.25%. CPI inflation rose above 3% in the first half of 2025, in response to wage cost pressure and rising utility and food prices. UK economic growth was weak, except for an uptick in the first quarter of 2025, when there was increased factory production ahead of the tariff announcements. The 10-year gilt yield rose from 4.2% to 4.5% over the 12 months reflecting the move in inflation to above 3% and concerns about the sustainability of the UK's budget deficit. The dividend yield of the FTSE All-Share Index was 3.5% at the end of June 2025, below the 10-year gilt yield and base rate, but with equities offering the prospect of dividend growth.

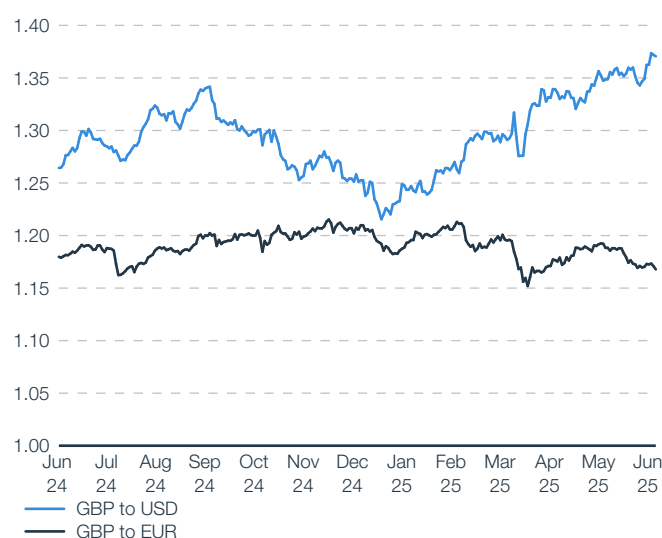
### FTSE All-Share Index dividend yield, UK 10-year gilt yield and UK base rate



Source: LSEG Datastream, as at 30 June 2025

In 2017 and 2021, when interest rates were exceptionally low, the Company was able to fix cheap rates of borrowing for long periods using the following secured notes: £30 million 2.67% and £50 million 2.94% 2049. In addition, there is also one secured note with four years until maturity: £35 million 4.53% 2029. These borrowings remained invested in equities throughout the year. The HSBC borrowing facility, which is priced off the base rate, was used opportunistically. £41 million was drawn down at the start of the 12-month period, falling to £3 million at 31 October 2024, rising to £76 million at 28 February 2025, and falling to £17 million at 30 June 2025.

### UK £ vs US\$ and Euro



Source: LSEG Datastream, as at 30 June 2025

The key feature in the foreign exchange market was the weakening of the US dollar, which reflected investors' concerns about the size of the US federal budget deficit and the effect of tariffs on US inflation and growth. Against sterling, the US dollar fell from an exchange rate of 1.26 to 1.37. Against the Euro, sterling was more stable, with the exchange rate moving from 1.18 to 1.17.

### Brent Crude Oil US\$/bbl



Source: Bloomberg, as at 30 June 2025

The oil price weakened over the 12 months, falling from \$86/bbl to \$68/bbl, despite continuing conflicts in Ukraine and the Middle East. Russian oil continued to be bought, mainly by China and India. The Twelve-Day War between Israel and Iran had little impact on the oil price, with Iran not attempting to

# Fund Managers' Report (continued)

interrupt the flow of oil shipments through the Strait of Hormuz. Overall, the growth in the non-OPEC supply of oil, including from the US, along with slower growth in demand from China, put downward pressure on the oil price.

## Iron Ore (US\$/metric tonne)



Source: LSEG Datastream, as at 30 June 2025

Iron ore, a key ingredient in steel production, had a subdued year, with prices falling by around 10%. This reflected the pattern of demand from China, the world's dominant consumer of iron ore. In general, base commodities had a weak year.

## Performance Review

### Estimated performance attribution (relative to FTSE All-Share Index total return)

	2025 %	2024 %
Stock selection	+5.54	+2.64
Gearing	+0.39	+0.25
Expenses	-0.36	-0.37
Share issues/buybacks	+0.02	+0.07
Total	+5.59	+2.59

Source: Janus Henderson

The Company produced a net asset value total return of 16.75%, which was 5.59 percentage points ("pp") better than the FTSE All-Share Index total return of 11.16%. Gearing contributed to performance by 0.39pp and stock selection by 5.54pp.

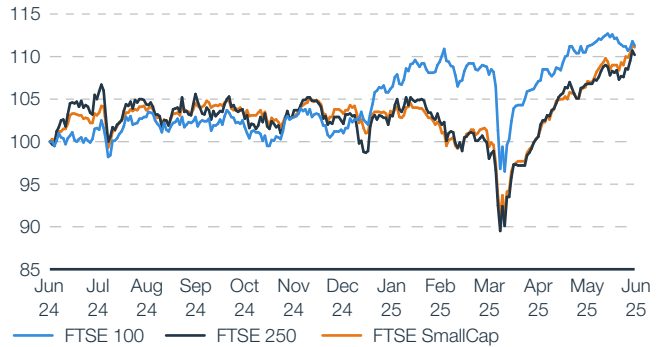
The biggest stock contributor to performance relative to the FTSE All-Share Index was AstraZeneca, the pharmaceutical company, which is held in the portfolio but at a much smaller position size than the index weight. AstraZeneca and other pharmaceutical stocks suffered from uncertainty relating to the Trump administration's policies on the pricing of medicines in the US.

The second biggest contributor was NatWest, which benefited from the higher interest rate environment. Hedges of cash balances, which had been taken out over five years ago at low interest rates, were rolled over at much higher interest rates with a favourable effect on NatWest's profitability. The third biggest contributor was Imperial Brands, the tobacco company, where the large share buyback proved accretive for the remaining shareholders. The fourth biggest contributor was BAE Systems, which continued to experience strong

demand from many countries for defence equipment given the external threats. The fifth biggest contributor was M&G, the fund manager and life assurer, which announced a long-term strategic partnership with Japanese insurer Dai-ichi Life, which is expected to deliver new business flows for M&G while Dai-ichi will also acquire a 15% stake in the company.

In contrast, the biggest stock detractor to performance relative to the FTSE All-Share Index was not holding Rolls Royce, the aero engine manufacturer, which started paying a dividend again but at a low level relative to its share price. The second biggest detractor was Merck, the US-listed pharmaceutical company, which suffered from the same adverse sector influences that affected AstraZeneca. The third and fourth biggest detractors were not holding Standard Chartered and being underweight HSBC compared with the index. Both these banks' operations are predominantly in Asia Pacific. The fifth biggest detractor was TotalEnergies, which was adversely affected by the weakness in the oil price.

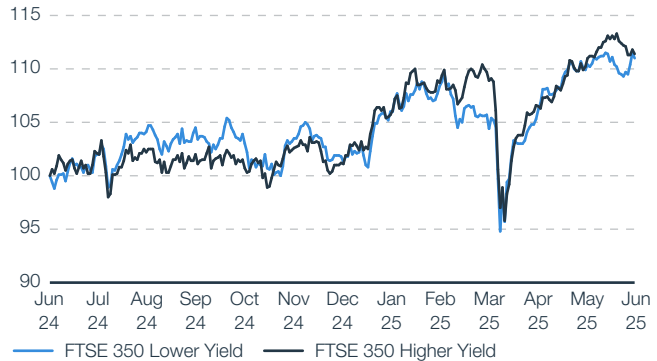
### FTSE 100, 250 and SmallCap Indices total return (rebased to 100)



Source: LSEG Datastream, as at 30 June 2025

Large companies, as represented by the FTSE 100 Index, produced a total return of 11.3%, which was slightly ahead of the 10.2% return for medium-sized companies, as represented by the FTSE 250 Index. The FTSE Small Cap return was 11.1%, in line with the FTSE 100 return. The FTSE 100 benefited from its large weighting in banks, which was the best performing sector. On the other hand, healthcare, which is also well represented in the FTSE 100, was a drag on performance.

### FTSE 350 Higher and Lower Yield (rebased to 100)



Source: LSEG Datastream, as at 30 June 2025

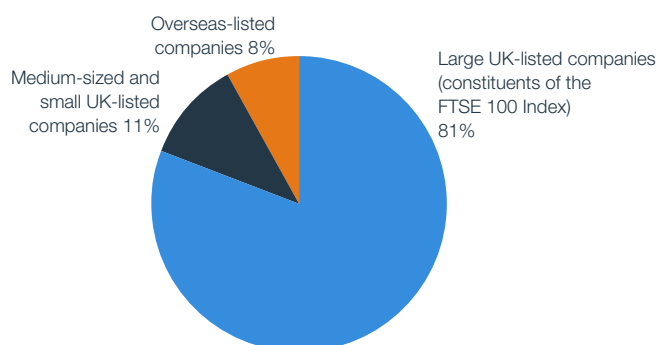
# Fund Managers' Report (continued)

Higher and lower-yielding shares produced similar returns. The FTSE 350 High Yield Index (the higher dividend-yielding half of the largest 350 companies listed in the UK) returned 11.4%. The FTSE 350 Lower Yield Index (the lower-yielding half of the largest 350 companies listed in the UK) returned 11.0%.

## Portfolio Changes

In our view, UK shares continued to provide better value than overseas equivalents, possibly due to lack of demand from domestic institutional and retail investors. UK companies received a steady flow of takeover bids from overseas companies and private equity firms, indicating the value on offer. The proportion of the portfolio invested in overseas-listed companies was reduced from 10% to 8% over the 12 months and compares with 15% at 30 June 2023. The portfolio remained predominantly invested in large companies with the amount invested in FTSE 100 companies increasing slightly from 78% to 81%, with a decline from 12% to 11% in medium-sized and small companies.

### Distribution of the portfolio as at 30 June 2025



Source: LSEG Datastream, as at 30 June 2025

There were three new holdings bought during the 12 months. Admiral's main business is UK motor insurance with 5.7 million customers. It also has much smaller businesses in UK household insurance and motor insurance in France, Italy and Spain. It has a good underwriting record and has consistently outperformed peers on profit margins. It uses reinsurance to operate a capital-efficient business model. The purchase of Admiral was funded by the sale of Direct Line, which was in the process of being taken over by Aviva, which was already held in the portfolio.

A new holding was bought in TP ICAP, which is the world's largest inter-dealer broker between investment banks in interest rates, foreign exchange, money market and credit products. It also has smaller operations in executing trades in equities, energy and commodities broking and OTC data analytics. The group converts a high percentage of its profits into cash and is expected to be a good dividend payer.

A small, new holding was bought in Harbour Energy, the oil and gas exploration and production company. Harbour's production is split 61% gas and 39% oil. Geographically, production is split 35% Norway, 32% UK and 33% rest of the

world (including Latin America, North Africa and Germany). It has proven oil and gas reserves worth nine years of production. Harbour's UK North Sea production is expected to decline, with little incentive to invest due to high taxation. This will be offset by growth in other countries where they operate, which are more welcoming to oil and gas investment. Also in the oil sector, significant additions were made to the holding in Shell, which was valued at a large discount to its US peers, Exxon and Chevron. Shell is engaged in a very substantial share buyback programme, worth \$14 billion over 12 months, some 6% of its market capitalisation. It has a strong balance sheet, with a low level of debt, and has set out impressive targets for free cash flow over the next five years. The increased investment in Shell was partly funded by the sale of ENI, the international oil company with its head office in Italy.

Significant additions were made to the holdings in diversified Real Estate Investment Trusts ("REITs"), Land Securities and British Land, against a backdrop of evidence of a bottoming of value for high-quality office and retail property, and growth in rental income. The two REITs have a similar split between retail (British Land 36%, Land Securities 32%) and London offices (British Land 53%, Land Securities 52%). Within retail, there is a difference, with British Land being mainly invested in retail warehouses and Land Securities large shopping centres. Within London offices, British Land's biggest asset is its 50% stake in Broadgate, while Land Securities' main focus is Victoria. Additions were made to both REITs on discounts to their net asset values of over 30% and dividend yields of over 6%.

Two other stocks left the portfolio through takeovers. Britvic, the Pepsi bottler and soft drinks company, was bought by Carlsberg. Britvic had been in the portfolio since its IPO in 2005, during which time it achieved an annual share price total return of 13.2%. DS Smith, a paper and packaging company, was taken over by International Paper of the US. Some of the proceeds from DS Smith were reinvested in the paper and packaging sector by adding to the holding in Mondi.

In utilities, the holding in Pennon, the water company covering Southwest England, was sold with the proceeds reinvested in additions to the holding in Severn Trent, the water company covering the West Midlands, which has a superior record. The water sector benefited from the conclusion of the five-yearly regulatory review, ending the uncertainty over regulated returns, even though press coverage was still negative. In electricity, SSE was reduced given the lower yield after its dividend cut and with some uncertainty regarding the funding of its ambitious investment plans.

Significant profits were also taken in the successful holding in 3i, the investor in private companies. 3i's portfolio is dominated by its holding in Action, the fast-growing European discount retailer. 3i's investments performed well but its share price was standing at a large premium to its NAV and therefore it seemed prudent to reduce the size of the holding.

Some large profits were also taken in BAE Systems, the leading defence company, whose shares have performed very

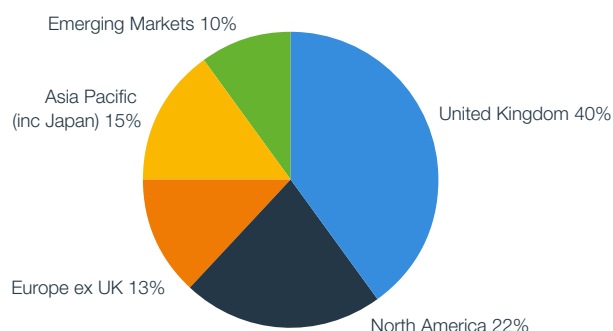


# Fund Managers' Report (continued)

well since the start of the war in Ukraine. Less successful were two small holdings in the consumer discretionary area, DFS Furniture and Burberry. Against a tough backdrop for consumer spending for large ticket items, both companies omitted their dividends and were sold.

## Portfolio Outlook

### Revenue exposure (%)



Source: Factset, as at 30 June 2025

The portfolio remains well diversified, with 60% of investee companies' revenues coming from overseas. As shown in the chart above, the detailed split is UK 40%, North America 22%, Asia Pacific 15%, Europe ex UK 13% and Emerging Markets 10%.

### Largest sector weightings

	Portfolio %	FTSE All-Share Index %	Relative to the FTSE All-Share Index %
Banks	14.0	13.0	+1.0
Investment Banking and Brokerage Services	9.0	3.5	+5.5
Personal Care, Drug and Grocery Stores	7.8	7.5	+0.3
Oil and Gas	7.6	8.7	-1.1
Tobacco	7.1	3.6	+3.5
Life Insurance	7.0	2.5	+4.5

The largest sector exposure is banks at 14.0% of the portfolio, one percentage point higher than the FTSE All-Share Index weight, with four large bank holdings: HSBC (4.8% of the portfolio), NatWest (3.7%), Lloyds (2.9%) and Barclays (2.2%). City of London moved overweight in the banks sector at the start of 2024 for the first time since before the Global Financial Crisis ("GFC") of 2007 to 2009. During the years following the GFC, banks were required by regulators to increase capital, leading to limited or, in some cases, no dividend payments. In addition, low interest rates and bond yields had an adverse impact on bank profitability because it was harder to earn the net interest margin (the difference between what banks pay

on deposits and earn on loans). In addition, balances that were hedged out ("structural hedges") earned a lower interest rate than had historically been the case.

By the start of 2024, it was clear that the banks had sufficient capital and the mood from politicians was shifting towards wanting banks to lend more to stimulate economic growth. In addition, the rise in interest rates eased pressure on net interest margins and the rise in gilt yields meant that the structural hedges, typically lasting five to seven years, would sharply improve in profitability as old hedges rolled from lower to higher yields. A further favourable factor was the consolidation that took place with Barclays buying Tesco's retail banking operations and NatWest buying Sainsbury's. We believe it is right to remain overweight in the sector given the continuing beneficial effect of the structural hedge, our view that dividend payout ratios can increase and the undervaluation compared with previous periods of elevated banking profitability.

The second largest sector weighting is investment banking and brokerage services (9.0% of the portfolio), which would better be described as financial services. This is a strong part of the UK economy and there are holdings in seven companies in the portfolio. The three largest holdings are: M&G, the fund manager and life assurer; IG, the online financial trading company; and 3i, the investor in private companies. In our view, M&G (2.7% of the portfolio) offers a compelling dividend yield backed by the cash flow from its life assurance business and growth potential from its leading position in private credit. IG (1.7% of the portfolio) has been reinvigorated by its new management, with potential to grow its share of the large and growing markets for investing and trading of financial instruments. As discussed earlier, some profits have been taken in 3i (reducing the position over the 12 months from 3.3% to 1.1% of the portfolio) on valuation grounds, but its holding in Action, the European discount retailer which forms some 70% of its portfolio, is producing exceptional growth.

A third financial sector, life insurance (7.0% of the portfolio), is among the largest six sectors in the portfolio. Attractive dividend yields are offered by Phoenix, Aviva and Legal & General, which are respectively 2.3%, 2.3% and 2.0% of the portfolio. Phoenix benefits from the cash generation of its life insurance operations that are closed to new business and growth from its workplace pensions and retirement income units. Aviva is expected to continue to produce competitive earnings growth and shareholder returns from its general insurance businesses in the UK and Canada and its life insurance and pensions operations in the UK. Legal & General has the leading UK business in bulk pension annuities, which helps companies de-risk defined benefit pensions and is a growing market. It is also a leading asset manager and has a strong record of shareholder returns.

The third and fifth largest sector weightings are both in the consumer staples area. Personal care, drug and grocery stores is 7.8% of the portfolio and includes Unilever and

# Fund Managers' Report (continued)

Tesco, respectively 3.4% and 3.2% of the portfolio. Unilever, the consumer products and food group, has been focusing its portfolio of businesses in recent years and is set to spin out its ice cream division. Unilever has over half of its sales in emerging markets, with long-term growth opportunities for the type of product it sells. Tesco, the UK's largest food retailer, remains price competitive and a substantial cash generator.

The other consumer staples sector among the six largest sectors is tobacco, which is 7.1% of the portfolio. British American Tobacco and Imperial Brands, which are respectively 3.7% and 3.4% of the portfolio, offer attractive dividend yields supported by strong cash generation.

Oil and gas is the fourth largest sector, but the portfolio's weighting of 7.6% is less than the FTSE All-Share Index's 8.7% weighting. The oil price outlook seems subdued.

Russian oil continues to be bought on world markets, while Saudi Arabia restricts some of its production and non-OPEC supply, especially from the US, continues to rise. Chinese demand for oil is being adversely affected by the rise in sales of electric vehicles. Shell (4.5% of the portfolio) should be defensive if the oil price weakens, given its strong balance sheet and large share buyback programme.

The high dividend yields from companies in sectors, such as life insurance and tobacco, enables some low-yielding stocks with exceptional growth potential to be held. BAE Systems (4.3% of the portfolio) is benefiting from the major uplift in defence spending, in response both to rising external threats and pressure from the US on its allies to do more. BAE's biggest market is the US followed by the UK and Saudi Arabia. It also has smaller but fast-growing sales with countries such as Japan and Australia and in Eastern Europe. As mentioned earlier in this report, some profits have been taken in BAE after its very strong share price performance, but we have retained a large position given the robust outlook for the company. RELX (4.1% of the portfolio) enjoys structural growth characteristics as the provider of information and analytics for businesses, professionals and scientists, with an increasing artificial intelligence capability incorporated in many of its products.

Overall, the portfolio is designed to continue growing City of London's dividend and provide a competitive total return, including capital appreciation. It has a tilt towards stocks with above-average dividend yield, but some lower-yielding stocks are included within the mix for their growth potential. The portfolio is diversified both by geography and by sector. We believe the companies in the portfolio offer good value relative to our view of the prospects for earnings and dividend growth and compared with equivalents overseas.

Job Curtis  
Fund Manager  
16 September 2025

David Smith  
Deputy Fund Manager

# Portfolio Information

## Sector Breakdown of Investments as at 30 June 2025

	Valuation £'000
<b>ENERGY</b>	
<b>Oil and gas</b>	
Shell	109,801
BP	46,078
TotalEnergies <sup>1</sup>	26,777
Harbour Energy	4,310
	186,966
<b>Total Energy</b>	<b>186,966</b>
<b>BASIC MATERIALS</b>	
<b>Chemicals</b>	
Johnson Matthey	10,751
Victrex	4,656
	15,407
<b>Industrial Metals and Mining</b>	
Rio Tinto	46,271
Glencore	17,013
Anglo American	16,095
	79,379
<b>Total Basic Materials</b>	<b>94,786</b>
<b>INDUSTRIALS</b>	
<b>Aerospace and Defence</b>	
BAE Systems	105,145
	105,145
<b>Construction and Materials</b>	
Ibstock	11,988
Marshalls	9,129
	21,117
<b>Electronic and Electrical Equipment</b>	
IMI	15,181
Morgan Advanced Materials	9,130
Rotork	6,099
XP Power	2,132
	32,542
<b>General Industrials</b>	
Swire Pacific <sup>1</sup>	19,366
Smiths	17,936
Mondi	12,252
	49,554

	Valuation £'000
<b>Industrial Engineering</b>	
Vesuvius	10,393
	10,393
<b>Industrial Support Services</b>	
PayPoint	18,422
Inchcape	11,253
Hays	6,060
	35,735
<b>Total Industrials</b>	<b>254,486</b>
<b>CONSUMER STAPLES</b>	
<b>Beverages</b>	
Diageo	35,819
Coca-Cola <sup>1</sup>	11,352
	47,171
<b>Food Producers</b>	
Nestlé <sup>1</sup>	19,510
Hilton Food	12,542
Tate & Lyle	10,330
	42,382
<b>Personal Care, Drug and Grocery Stores</b>	
Unilever	82,950
Tesco	79,438
Reckitt Benckiser	29,730
	192,118
<b>Tobacco</b>	
British American Tobacco	91,716
Imperial Brands	82,685
	174,401
<b>Total Consumer Staples</b>	<b>456,072</b>
<b>HEALTH CARE</b>	
<b>Medical Equipment and Services</b>	
Smith & Nephew	14,135
	14,135
<b>Pharmaceuticals and Biotechnology</b>	
AstraZeneca	62,238
GSK	41,685
Novartis <sup>1</sup>	21,153
Merck <sup>1</sup>	11,833
Johnson & Johnson <sup>1</sup>	11,584
	148,493
<b>Total Health Care</b>	<b>162,628</b>

<sup>1</sup> Overseas listed

All classes of equity in any one company are treated as one investment



# Portfolio Information (continued)

	Valuation £'000		Valuation £'000
<b>CONSUMER DISCRETIONARY</b>		<b>Investment Banking and Brokerage Services</b>	
<b>Automobiles and Parts</b>		M&G	66,820
Dowlais	6,660	IG	42,520
	6,660	3i	27,398
<b>Retailers</b>		Schroders	26,744
Kingfisher	13,227	St. James's Place	26,629
Halfords	4,644	Rathbones	15,624
	17,871	TP ICAP	14,280
<b>Household Goods and Home Construction</b>			220,015
Persimmon	18,533	<b>Life Insurance</b>	
Taylor Wimpey	15,259	Phoenix	56,874
	33,792	Aviva	55,710
<b>Travel and Leisure</b>		Legal & General	48,355
Young & Co's Brewery	2,451	Prudential	10,951
	2,451		171,890
<b>Total Consumer Discretionary</b>	<b>60,774</b>	<b>Non-life Insurance</b>	
<b>TELECOMMUNICATIONS</b>		Munich Re <sup>1</sup>	34,033
<b>Telecommunications Service Providers</b>		Beazley	23,375
Deutsche Telekom <sup>1</sup>	21,929	Admiral	11,445
BT	19,859	Hiscox	10,667
Verizon Communications <sup>1</sup>	12,625	Sabre Insurance	7,011
Vodafone	12,445		86,531
	66,858	<b>Total Financials</b>	<b>822,442</b>
<b>Total Telecommunications</b>	<b>66,858</b>	<b>REAL ESTATE</b>	
<b>UTILITIES</b>		<b>Real Estate Investment Trusts</b>	
<b>Electricity</b>		Land Securities	49,494
SSE	27,457	British Land	40,651
	27,457	Segro	12,233
<b>Gas, Water and Multi-utilities</b>			102,378
National Grid	53,075	<b>Total Real Estate</b>	<b>102,378</b>
Severn Trent	32,796	<b>TECHNOLOGY</b>	
United Utilities	13,121	<b>Software and Computer Services</b>	
	98,992	RELX	100,305
<b>Total Utilities</b>	<b>126,449</b>	Sage	21,384
<b>FINANCIALS</b>			121,689
<b>Banks</b>		<b>Total Technology</b>	<b>121,689</b>
HSBC	118,148	<b>TOTAL INVESTMENTS</b>	
NatWest	90,773		<b>2,455,528</b>
Lloyds Banking	72,079		
Barclays	54,466		
Nationwide Building Society 10.25% Var			
Perp CCDS	8,540		
	344,006		

<sup>1</sup> Overseas listed

All classes of equity in any one company are treated as one investment

# Historical Information

## NAV Total Return Performance to 30 June 2025

	1 year %	3 years %	5 years %	10 years %
NAV per ordinary share <sup>1</sup>	16.8	41.0	82.0	100.4
FTSE All-Share Index	11.2	35.5	67.3	92.7
AIC UK Equity Income sector average <sup>2</sup>	12.6	37.1	72.7	97.7
IA UK Equity Income OEIC sector average	10.5	31.7	64.3	72.1

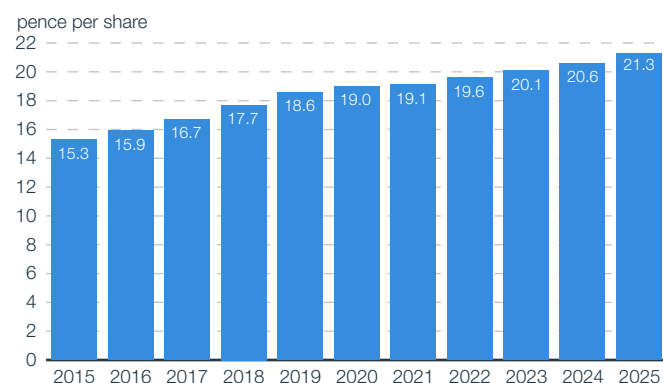
## Share Price Performance Total Return to 30 June 2025

Value of £1,000 with net income reinvested	1 year £	3 years £	5 years £	10 years £
The City of London Investment Trust plc <sup>3</sup>	1,217.8	1,411.1	1,843.4	1,977.7
FTSE All-Share Index	1,111.6	1,355.0	1,672.7	1,926.5
AIC UK Equity Income sector average	1,163.6	1,368.2	1,745.1	1,974.9
IA UK Equity Income OEIC sector average	1,104.8	1,316.6	1,642.7	1,720.9

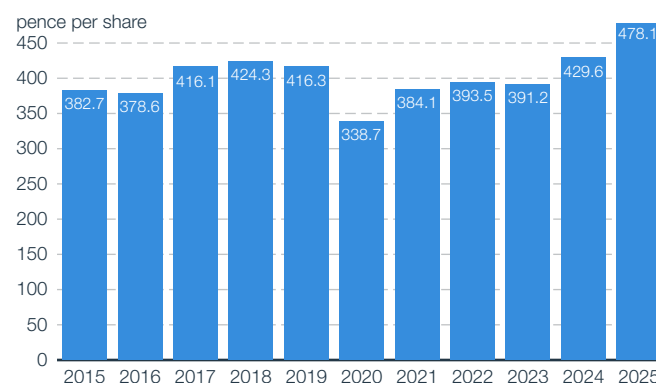
## Ten-Year NAV and Dividend Record

Year ended	Net asset value per ordinary share (p) <sup>4</sup>	Net asset value per ordinary share (rebased) <sup>5</sup>	Net dividends per ordinary share (p)	Net dividends per ordinary share (rebased) <sup>5</sup>
30 June 2015	382.7	100.0	15.3	100.0
30 June 2016	378.6	98.9	15.9	103.9
30 June 2017	416.1	108.7	16.7	109.2
30 June 2018	424.3	110.9	17.7	115.7
30 June 2019	416.3	108.8	18.6	121.6
30 June 2020	338.7	88.5	19.0	124.2
30 June 2021	384.1	100.4	19.1	124.8
30 June 2022	393.5	102.8	19.6	128.1
30 June 2023	391.2	102.2	20.1	131.4
30 June 2024	429.6	112.3	20.6	134.6
<b>30 June 2025</b>	<b>478.1</b>	<b>124.9</b>	<b>21.3</b>	<b>139.2</b>

### Historical dividend



### Historical NAV<sup>4</sup>



<sup>1</sup> NAV per share total return with debt at fair value (including dividends reinvested)

<sup>2</sup> AIC UK Equity Income sector size-weighted average NAV total return (shareholders' funds)

<sup>3</sup> Share price total return using mid-market closing price

<sup>4</sup> NAV per ordinary share is calculated after deducting all prior charges, including the preference and preferred ordinary stocks, at fair value

<sup>5</sup> Rebased to 100 at 30 June 2015

Sources: Morningstar Direct, Janus Henderson, LSEG Datastream

A glossary of terms and Alternative Performance Measures are on pages 90 to 92

# Business Review

# Business Model

## Our Purpose

The Company's purpose is to deliver growth in income and capital to shareholders principally by investing in equities listed on the London Stock Exchange. We do this by following a disciplined process of investment, by controlling costs and using borrowings to enhance returns.

## Investment Approach

The Fund Manager, Job Curtis, has managed the Company's portfolio since July 1991. He is a member of Janus Henderson's Global Equity Income team and is assisted by David Smith, who has been Deputy Fund Manager since 2021. They manage the portfolio in a conservative way, focusing on companies with cash-generative businesses able to grow their dividends with attractive yields. The portfolio is well diversified. At 30 June 2025, 81% of the portfolio was in FTSE 100 companies (compared with 78% at 30 June 2024) and it remains biased towards UK-listed companies with international exposure to economies likely to grow faster than the UK. In order to provide a stable and reliable income, the portfolio aims to provide shareholders with a dividend yield between 10% and 30% higher than the FTSE All-Share Index.

The Fund Managers are committed to maintaining a diversified portfolio and have structured the portfolio so that shareholders stand to gain in the short term through quarterly dividends, while long-term capital appreciation is central to stock-picking decisions.

## Benefits

The Company's business model offers numerous advantages:

- it provides investors with access to a professionally and actively managed portfolio of assets;
- it offers investors exposure to large UK companies;
- it enables investors to spread the risks of investing;
- it enhances returns to investors by operating as an approved investment trust meaning no capital gains tax is paid on the realisation of investments;
- the closed end structure allows the Fund Managers to take a longer-term view on investments and remain fully invested;
- the ability to draw on revenue reserves to support the payment of dividends;
- the ability to use leverage to increase returns for investors; and
- oversight by a Board of Directors wholly independent of the Manager.

## Investment Objective

The Company's objective is to provide long-term growth in income and capital, principally by investment in equities listed on the London Stock Exchange. The Board fully recognises the importance of dividend income to shareholders.

## Investment Policy

### Asset allocation

While the Company will mainly invest in equities, there is the flexibility to invest in debt securities, such as convertibles, corporate bonds or government debt, if it is deemed that these will, at a particular time or for a particular period, enhance the performance of the Company in the pursuit of its objective.

The Company has a portfolio invested predominantly in larger companies. Typically at least 60% of the portfolio by value will be invested in large companies (being companies with a market capitalisation greater than £5 billion at the time of investment). The remainder of the portfolio will be invested in medium-sized and small companies. No more than 20% of the portfolio will be invested in overseas listed stocks.

There are no set limits on sector exposures, although the Board regularly monitors the Company's investments and the Manager's investment activity. The Manager primarily employs a bottom-up value-based investment process to identify suitable opportunities and pays particular regard to cash generation and dividends.

The portfolio yield will usually be between 10% and 30% above the average dividend yield for the UK equity market. There may be some holdings, selected for their above average growth potential, which have a dividend yield lower than the market.

### Gearing

The Company will at times utilise limited gearing, both short and long term, in order to enhance performance. Other than in exceptional market conditions, gearing will not exceed 20% of net asset value at the time of draw down of the relevant borrowings. Up to 10% of the net assets can be held in cash.

Selling traded options where the underlying share is held in the portfolio can be used to generate income. Buying and selling FTSE 100 Index Futures can be used to increase or reduce gearing.

### Diversification

The Company achieves an appropriate spread of investment risk principally through a broadly diversified portfolio.

The Company will not invest more than 15% of its portfolio in any single investment or acquisition, nor will it invest more than 15% of the portfolio in any other UK listed investment trusts or investment companies.

Any material change to the investment policy would require the prior approval of both shareholders and the FCA.



# Business Model (continued)

## Liquidity and Discount Management

The Board's policy, subject to prevailing market conditions, is for the Company's share price to reflect closely its underlying NAV, while smoothing volatility and encouraging a liquid market in the shares. The ability to influence this meaningfully over the longer term is, of course, limited. However, the Board intends, subject always to the overall impact on the portfolio, the pricing of other investment companies and general market conditions, to consider issuance and buybacks within a narrow band relative to NAV. We believe that flexibility is important and that it is not in shareholders' interests to have a specific issuance and buyback policy.

## Borrowings

The Company has a borrowing facility of £120.0 million (2024: £120.0 million) with HSBC Bank plc, of which £17.0 million was drawn at the year end (2024: £41.0 million).

The Company has £114.3 million (2024: £114.3 million) of secured notes in issue (fair value of the loan notes: £85.5 million (2024: £83.3 million)).

The level of borrowing at 30 June 2025 was 5.8% of NAV with debt at par (2024: 7.5%) and 4.5% with debt at fair value (2024: 6.2%).

## Structure

The Company operates as an investment company. Under this structure, the Board delegates operational matters to specialist third-party service providers. Their performance is monitored and challenged by an independent Board of Directors which retains oversight of the Company's operations.

The framework of delegation provides a cost-effective mechanism for delivering operations whilst allowing the Company to take advantage of the capital gains treatment afforded to investment trusts which are approved under Section 1158/9 of the Corporation Tax Act 2010 as amended ("Section 1158/9"). The closed-ended nature of the Company enables the Fund Managers to take a longer-term view on investments and supports a fully invested portfolio as the Company has no redemptions to meet. A significant advantage over other investment fund structures is the ability to use leverage to increase returns for shareholders.

The Board is accountable to shareholders, who have the ability to remove a Director from office where they deem it to be in the interests of the Company.

## The Company's Status

The Company is registered as a public limited company, founded in 1891, and is an investment company as defined in Section 833 of the Companies Act 2006. The Company is not a close company. It operates as an investment trust in accordance with Section 1158/9 and has obtained approval from HMRC for its status. The Directors are of the opinion that

the Company has conducted its affairs in compliance with Section 1158/9 since approval was granted and intends to continue to do so.

The Company is listed on the Main Market of the London Stock Exchange under the closed ended investment funds category and is subject to the UK Listing Rules, Prospectus Rules and Disclosure Guidance and Transparency Rules published by the Financial Conduct Authority ("FCA"). The Company is a member of the Association of Investment Companies ("AIC").

The Company and the Board are governed by its Articles of Association, amendments to which must be approved by shareholders by way of a special resolution.

## The Board

It is the Board's aim to have an appropriate level of diversity in the boardroom. The current Directors have a diverse range of experience and skills, bringing knowledge of investment management, financial markets, accounting and auditing, risk and governance, and marketing and distribution expertise to discussions on the Company's business. At the date of this report, the Board comprises five Directors, three of whom are male and two are female.

The Nominations Committee considers diversity in its broadest sense when making recommendations for appointments to the Board. Diversity is an important consideration, although the Board's responsibility is to ensure its overall strength and effectiveness. Accordingly, any new appointments are made based on objective criteria and merit. Further details regarding the Board's Diversity and Inclusion Policy, including its approach to recommended diversity targets, can be found in the Nominations Committee report on pages 53 and 54.

The Company has no employees and, therefore, has nothing further to report in respect of gender representation within the Company. Details of Janus Henderson's diversity and inclusion initiatives can be found on its website at [www.janushenderson.com/corporate/who-we-are/diversity-equity-and-inclusion/](http://www.janushenderson.com/corporate/who-we-are/diversity-equity-and-inclusion/).

## Values and Culture

Good governance is at the heart of any company and is integral to ensuring its success and sustainability as a business. The Board aspires to follow high standards of governance, with a culture based upon openness, mutual respect, integrity, constructive challenge and trust. The Board seeks always to act in the best interests of shareholders, making the most effective use possible of the diversity of skills and experience of the Directors. This culture of openness and constructive challenge extends to the Board's interaction with the Manager, being the Company's most important service provider. The Board expects the Manager and all of the Company's other service providers to hold values which align with the high standards promoted by the Board.

# Business Model (continued)

The Company has a number of policies and procedures in place to assist with maintaining a culture of good governance including those relating to Directors' conflicts of interest, Directors' dealings in the Company's shares, bribery (including the acceptance of gifts and hospitality) and tax evasion. The Board assesses and monitors compliance with these policies regularly through Board meetings and the annual review process.

## Management Arrangements

The Company is an Alternative Investment Fund ("AIF") in accordance with the Alternative Investment Fund Managers Directive ("AIFMD"). The Board has appointed Janus Henderson Fund Management UK Limited ("JHFM") to act as its Alternative Investment Fund Manager. JHFM delegates investment management services to Janus Henderson Investors UK Limited. Both entities are authorised and regulated by the FCA, and form part of the Janus Henderson group of companies. References to "Janus Henderson" or the "Manager" refer to the services provided to the Company by the Manager's group.

The Manager is engaged under the terms of an agreement dated 15 February 2024. The agreement is terminable by JHFM on six months' notice. The Company may terminate the agreement on three months' notice without compensation.

Janus Henderson and its subsidiaries also provide accounting, company secretarial and general administrative services. Some of the administration and accounting services are carried out, on behalf of the Manager, by BNP Paribas.

Janus Henderson Secretarial Services UK Limited, a subsidiary of Janus Henderson Investors, acts as the Corporate Secretary. It has its own reporting lines and audited internal controls. There are processes and controls in place to ensure that there is a clear distinction between the Corporate Secretary and Janus Henderson, particularly when dealing with any conflicts or issues between the Company and Janus Henderson.

## Management fee

The Manager is paid a fee of 0.3% per annum of net assets under management on the first £3 billion of assets and 0.275% on any excess over £3 billion of net assets under management. Fees are payable quarterly in arrears based on the level of net assets at the relevant quarter end. There is no performance fee arrangement in place.

## Approval

The Strategic Report, set out on pages 1 to 36, has been approved by the Board.

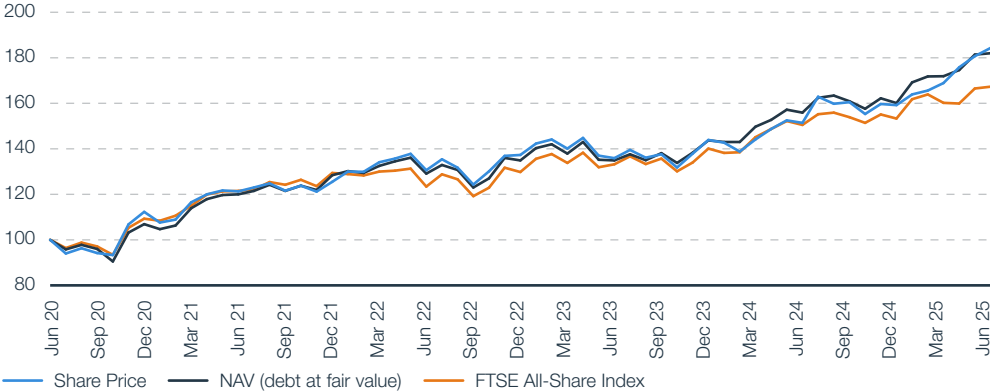
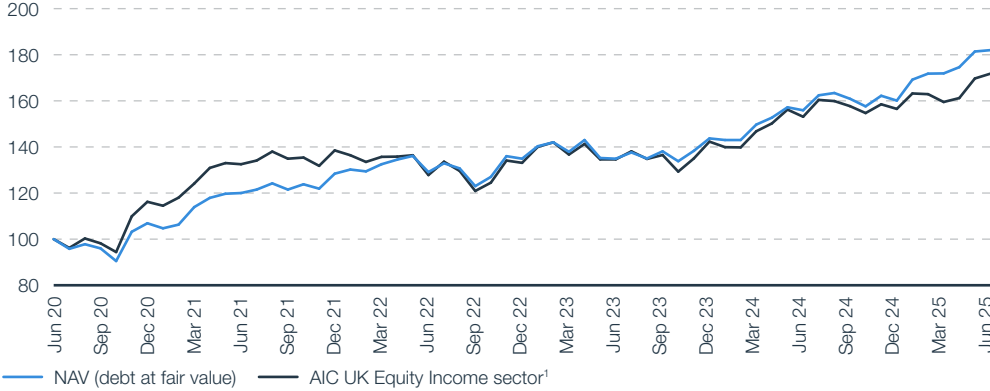
On behalf of the Board

Sir Laurie Magnus CBE  
Chairman  
16 September 2025

# Key Performance Indicators

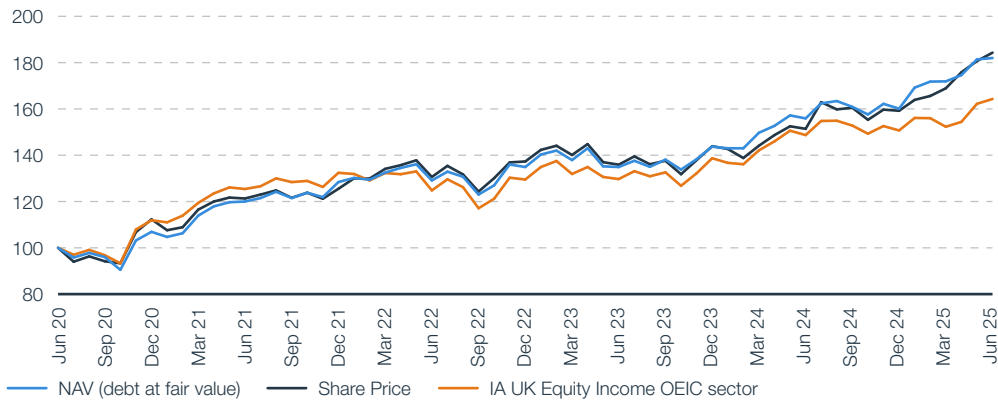
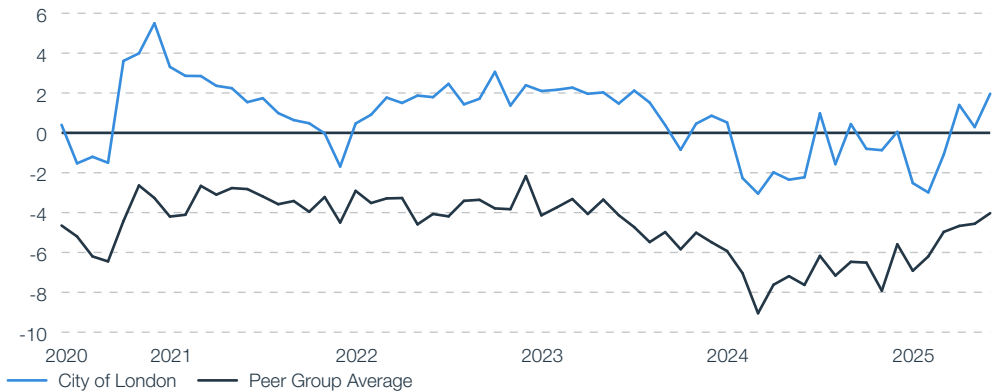
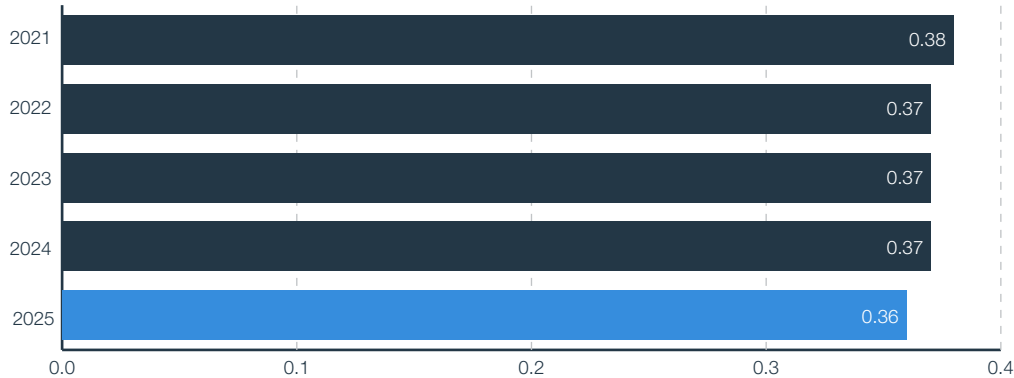
## Measuring our Performance

In order to measure the success of the Company in meeting its objective and to evaluate the performance of the Manager, the Directors take into account the following Key Performance Indicators (“KPIs”):

KPI	Action
Performance against market indices	<p>The Board reviews and compares, at each meeting, the performance of the portfolio as well as the NAV and share price for the Company and the FTSE All-Share Index.</p> <p>During the year under review, the Company's NAV outperformed the Index by 5.6% (2024: 2.6%) on a total return basis. Over five years to 30 June 2025, the Company's NAV has outperformed the Index by 14.7%.</p> 
Performance against the Company's peer group	<p>The Company is included in the AIC UK Equity Income sector. The Board considers the size-weighted average NAV total return of its AIC peer group at each Board meeting.</p> <p>During the year under review, the Company outperformed the peer group by 4.2% (2024: 3.0%). Over five years, the Company has outperformed the peer group by 9.3% (on a size-weighted average basis).</p> 

1 AIC UK Equity Income sector NAV total return calculated on a simple average basis (see Glossary on page 92)

# Key Performance Indicators (continued)

KPI	Action
Performance against the OEIC sector	<p>The Board considers the performance of the portfolio against the IA UK Equity Income OEIC sector. During the year under review, the Company outperformed the OEIC sector average by 6.3% (2024: 1.0%). Over five years, the Company has outperformed the OEIC sector average by 17.7%.</p>  <p>NAV (debt at fair value)    Share Price    IA UK Equity Income OEIC sector</p>
Premium/discount to net asset value	<p>The Board's policy, subject to prevailing market conditions, is for the Company's share price to reflect closely its underlying NAV while smoothing volatility and encouraging a liquid market in the shares. At each meeting, the Board monitors the level of the Company's premium/discount to NAV per share and reviews the average premium/discount for the Company's AIC sector.</p> <p>At 30 June 2025, the Company's shares were trading at a premium of 2.0% to NAV (2024: 2.2% discount) with debt at fair value.</p>  <p>City of London    Peer Group Average</p>
Ongoing charge	<p>The Board regularly reviews the ongoing charge and monitors Company's expenses. For the year ended 30 June 2025, the ongoing charge as a percentage of average shareholders' funds was 0.36% (2024: 0.37%).</p>  <p>2021 0.38</p> <p>2022 0.37</p> <p>2023 0.37</p> <p>2024 0.37</p> <p>2025 0.36</p>

The charts and data on pages 2 and 3 also on page 20 show how the Company has performed against these KPIs. A glossary of terms and an explanation of Alternative Performance Measures are included on pages 90 to 92.



# Promoting the Company’s Success

## Section 172 Statement

The Board regards a well-governed business as essential for the successful delivery of its investment proposition. The Directors carry out their duties under Section 172 of the Companies Act 2006 to act in good faith to promote the success of the Company for the benefit of its members as a whole, and in doing so have regard (amongst other matters) to the likely consequences of any decisions in the longer term, the need to foster the Company’s wider stakeholders, the impact of the Company’s operations on the community and the environment and the desirability of the Company maintaining a reputation for high standards of business conduct.

The Company has no employees, premises, assets other than financial assets, or operations. Core activities are conducted through the Manager (Janus Henderson), with whom the Board maintains a close working relationship, and the Board holds the Manager to account for the smooth running of the Company’s day-to-day business. Each service provider has an established track record and has in place suitable policies and procedures to ensure it maintains high standards of business conduct.

The Board retains responsibility for decisions over corporate strategy, corporate governance, risk and internal control assessment, investment performance monitoring and setting marketing budgets. It also determines the overall limits and restrictions for the portfolio, including gearing and asset allocation.

## Engagement with Stakeholders

Shareholders’ assets are managed taking account of the Company’s stakeholders and their interests. The Board has mapped who the stakeholders are to support it in identifying and understanding them and fostering the appropriate level and form of interaction. Interaction is facilitated through meetings (both face-to-face and via video conferencing and other electronic means), seminars, presentations, publications and the Company’s website. Set out below are examples of the way the Board and the Company engages with its key stakeholders.

Why we engage/outcome	How we engage
<b>Shareholders and investors</b>	
Shareholders rely on the Company to deliver sustainable and reliable returns on investment, with regular, ongoing income. The Board believes that its primary focus should be on providing an excellent service to its shareholders and it seeks to ensure that the Company is accessible and available.	Regular updates on the Company and its activities are provided through the Annual and Half Year Reports; the Manager’s monthly factsheets; Company announcements, including daily NAV announcements; the Company’s website, which includes video interviews with the Company’s Fund Manager, regular market commentary and investment insights and other relevant information to enhance investors’ understanding of the Company and its portfolio and prospects; research notes from Kepler Partners (paid for by the Company and available to all investors).
<b>Outcome:</b> Clear communication of the Company’s strategy and performance against its objective helps shareholders to make informed decisions about their investments, facilitating the retention of existing shareholders and attracting new ones.	Shareholders are encouraged to attend and vote at the Company’s general meetings, including the AGM, where they have the opportunity to address questions directly to the Directors and the Fund Managers. Shareholders who cannot attend the AGM in person are able to join the meeting and raise questions online. Details of this year’s AGM are in the Notice of Meeting on pages 95 to 102.
Close interaction with shareholders enables the Board to run the Company in line with shareholders’ interests as a whole and for the Company’s long-term success.	The Board maintains open channels of communication with shareholders. Shareholders can raise issues or concerns with the Directors at any time by writing to the Chairman at the registered office or by email to <a href="mailto:itsecretariat@janushenderson.com">itsecretariat@janushenderson.com</a> . The Senior Independent Director is also available to shareholders if they have concerns that have not been addressed through the normal channels. Correspondence from shareholders is shared with the Chairman immediately and with the Board at each meeting.  The Chairman, Senior Independent Director, other members of the Board and the Fund Managers are available to meet with shareholders. The Manager’s sales and marketing team, the Broker and external marketing research provider (Kepler Partners) also meet with shareholders and analysts. The Fund Manager provides presentations to research analysts following the publication of the Company’s annual financial results. Feedback from all meetings is shared with the Board.  The Fund Managers promote the Company with the support of the Manager’s dedicated investment trust sales team and the Board makes additional spend available to support marketing activities aimed at raising the profile of the Company.

# Promoting the Company's Success (continued)

Why we engage/outcome	How we engage
<b>Manager – Janus Henderson</b>	
<p>The Manager provides the following services:</p> <ul style="list-style-type: none"> <li>• Fund management</li> <li>• Sales and marketing</li> <li>• Company secretarial</li> <li>• Financial reporting</li> <li>• Internal controls functions</li> <li>• Investment accounting and administration (outsourced by Janus Henderson to BNP Paribas)</li> <li>• Oversight of third-party service providers</li> </ul> <p>Successful management of the Company's portfolio is essential for the Company to meet its strategic objectives and enable its long-term sustainable success, whilst effective provision of the ancillary services ensures the efficient running of the Company's day-to-day affairs.</p> <p><b>Outcome:</b> The Company is well managed and the Board places great value on the expertise and experience of the Fund Manager and Deputy Fund Manager to execute the investment objective and deliver returns for shareholders, and on the Manager's internal controls and risk management.</p>	<p>The Board sets and oversees the parameters for the Manager's activities, including asset allocation, gearing and risk management. The Board seeks to engage with the Manager in a collaborative and collegiate manner, encouraging open and constructive discussion and debate, whilst also ensuring appropriate and regular challenge.</p> <p>The Board receives presentations from the Fund Manager and Deputy Fund Manager at each Board meeting and receives timely and accurate information from the Manager. There is continuous engagement and dialogue between Board meetings with the Fund Manager, Deputy Fund Manager and Corporate Secretary, as well as with other representatives, as and when necessary, with communication channels remaining open and information, ideas and advice flowing freely.</p> <p>The Board meets with other key representatives of the Manager throughout the year to develop strategy, assess internal controls and risk management, and to discuss the sales and marketing activities to promote the success of the Company and raise its profile.</p> <p>The Board, with the assistance of the Nominations Committee, formally reviews the performance and terms of appointment of the Manager at least annually (see pages 48 and 54 for further details).</p> <p>The portfolio activities undertaken by the Manager and the impact of decisions are set out in the Fund Manager's Report on pages 12 to 17.</p>
<b>Third-party service providers</b>	
<p>The Company is supported by experienced and capable third parties for all the services required to be a well-functioning company and the costs are commensurate with the services provided.</p> <p><b>Outcome:</b> The Board is confident that Janus Henderson has developed and maintains good working relationships with all of the Company's third-party suppliers.</p>	<p>The Board is conscious of the need to foster good business relationships with its suppliers. As an investment company, all services are outsourced. The Manager maintains the overall day-to-day relationship with the other service providers and reports back to the Board on performance.</p> <p>The Board regularly considers the support provided by the service providers, including quality of service, succession planning, costs and any potential interruption of service or other risks to provision.</p> <p>The Board evaluates the terms of engagement and the control environments in place at each service provider and, through the Nominations Committee, formally assesses their appointment annually.</p>
<b>Investee companies</b>	
<p>Stewardship is a fundamental part of the Manager's long-term, active approach to investment management. Strong ownership practices, including engagement with management and boards, can help protect and enhance long-term shareholder value.</p> <p><b>Outcome:</b> The Company is a responsible investor.</p>	<p>The Board sets the investment objective and discusses stock selection, asset allocation and engagement with investee companies with the Fund Manager and Deputy Fund Manager at each Board meeting.</p> <p>The fund management team regularly conducts face-to-face and/or virtual meetings with portfolio companies' management teams to enable them to understand current trading and prospects for their businesses. The Manager is a responsible investor and has a dedicated Responsible Investment and Governance Team that the Fund Managers can utilise when making investment decisions and voting.</p> <p>The Manager's approach to engagement and voting is set out on pages 33 to 36.</p>

# Promoting the Company's Success (continued)

Why we engage/outcome	How we engage
<b>Communities and the environment</b>	
The Board is conscious of the need to take appropriate account of broader ESG concerns and to act as a good corporate citizen.	The Board mandates the Manager, supported by its governance function, to engage with investee companies on ESG matters in line with good stewardship practices. The Manager's integration of ESG considerations into investment decisions is set out on pages 33 to 36.
The Board is also conscious of the importance of providing an investment product which meets the needs of its investors, including retail investors and pensioners.	A reliable dividend stream from a prudently invested fund is particularly important in an era of great uncertainty and an increasing requirement on individuals to organise their own pensions and investments.
<b>Outcome:</b>	
The Company is a responsible investor and provides an accessible, affordable and reliable investment for retail and institutional investors.	

## Board decision making

The Board strives to act in the best interests of shareholders as a whole, as well as the interests of the Company's stakeholders and taking account of other applicable Section 172 factors, and this forms part of the Board's decision-making process. Examples of this can be seen in the year under review as follows.

## Strategy and performance review

The Board commissioned an external investment trust analyst to review the Company relative to its six largest peers in the UK Equity Income sector, in order to provide an independent perspective of the Company and its performance. The analysis included a review of the Company's track record, highlighting key statistics, investment style, asset allocation, gearing, dividends and share price discount and premium management. The review confirmed the Company's consistency of performance and dividend track record and concluded that the Company was in a strong position to continue as a core holding in the UK Equity Income sector.

## Dividends paid to shareholders

As set out in its investment objective, the Board recognises the importance of dividend income to its shareholders. One of the advantages of investment trust status is the ability to retain surplus income. This enables the Company to draw on the revenue reserves built up over previous years to ensure that there is no disruption to dividends for shareholders. The capital reserve arising on investments sold is also available to fund the dividend, if necessary. The Board has exercised this flexibility to top up dividends from revenue reserves (but never from capital reserves) to maintain its policy of increasing the total dividend each year, even in years (such as most recently in the year to 30 June 2020) when the dividend per share has not been covered by revenue earnings per share. In the year to 30 June 2025, the annual dividend was increased by 3.4%,

the 59th year of continuous dividend growth, with £1.3 million added to the revenue reserve.

## Marketing and promotion

Retail investors form a significant and growing part of the Company's share register. Recognising the importance that such investors have in the demand for the Company's shares, the Board approved an increase in the marketing budget to ensure the ongoing momentum of the retail advertising campaign commenced in the previous year.

## Issuing and buying back the Company's shares

As set out on page 23, the Board's policy is for the Company's share price to reflect closely its underlying NAV, while smoothing volatility and encouraging a liquid market in its shares. The Board considers that it is in shareholders' interests for the Company to be able to issue shares if they are trading at a premium to NAV and to buy back shares at a discount to NAV. The Company's NAV is enhanced in both cases by doing so and, in the case of share issues, some of the Company's costs are spread across a larger asset base. This policy was reconfirmed at the annual strategy meeting of the Board. During the year, the Company both sold shares from treasury and bought back shares.

## Market background




The Board had regular discussions with the Fund Managers during the year about the uncertainties facing the UK economy and global markets in the context, inter alia, of changes in the UK and US governments, the macroeconomic and geopolitical implications from US trade tariff reforms and the ongoing conflicts in Ukraine and the Middle East. The Board focused on the potential impact on the Company's portfolio and dividend income arising from these uncertainties and the general investment strategy recommended by the Fund Managers in response.

# Managing Our Risks

The Board, with the assistance of the Manager, has carried out a robust assessment of the principal and emerging risks and uncertainties facing the Company, including those that would threaten its business model, future performance, solvency or liquidity and reputation.



The Board regularly considers the principal and emerging risks facing the Company and has drawn up a register of these risks. The Board has also put in place a schedule of investment limits and restrictions, appropriate to the Company's investment objective and policy. Emerging risks are defined as potential trends, sudden events or changing risks which are characterised by a high degree of uncertainty in terms of the probability of them happening and the possible effects on the Company. Should an emerging risk become sufficiently clear, it may be moved to a significant risk. During the year under review, the Board did not identify any emerging risks which are not already encompassed within the existing principal risks.

The principal risks which have been identified and the steps taken by the Board to mitigate these are set out in the table below. The principal financial risks are detailed in note 16 to the financial statements. Details of how the Board monitors the services provided by Janus Henderson and its other suppliers, and the key elements designed to provide effective internal control, are explained further in the internal controls section of the Corporate Governance Report on pages 48 and 49.

Principal risk	Trend	Mitigating measure
<b>Portfolio and market price</b> Although the Company invests almost entirely in securities that are listed on recognised markets, share prices may move rapidly. The companies in which investments are made may operate unsuccessfully, or fail entirely. A fall in the market value of the Company's portfolio would have an adverse effect on equity shareholders' funds.		<p>The Board reviews the portfolio at the seven Board meetings held each year and receives regular reports from the Company's brokers. A detailed liquidity report is considered on a regular basis.</p> <p>The Fund Managers closely monitor the portfolio between meetings and mitigate this risk through diversification of investments. The Fund Managers periodically present the Company's investment strategy in respect of current market conditions to the Board. Performance relative to the FTSE All-Share Index, other UK equity income trusts and IA UK Equity Income OEICs is also monitored.</p> <p>The majority of the Company's investments are multi-national companies with operations in local markets and are therefore not dependent on the UK economy.</p>
<b>Dividend income</b> A reduction in dividend income from investee companies could adversely affect the Company's ability to maintain its record of paying a growing dividend to shareholders each year.		<p>The Board reviews income forecasts at each meeting. The Company has revenue reserves of £48.7 million (before payment of the fourth interim dividend) and distributable capital reserves of £398.4 million.</p>
<b>Investment activity, gearing and performance</b> An inappropriate investment strategy (for example, in terms of asset allocation or the level of gearing) may result in underperformance against the Company's benchmark.  Investment performance could be affected over the longer term by the impact of sudden potentially catastrophic events, whether man-made (for example extreme political tensions, conflict, poor trade relations, wide-scale financial market disruption), or natural disasters, whether arising from climate change, adverse weather events or disease.		<p>At each meeting, the Board reviews investment performance, the level of gearing, the level of premium/discount, income forecasts and a schedule of expenses. It also has an annual meeting focused on strategy at which these matters are considered in more depth.</p>



# Managing Our Risks (continued)

Principal risk	Trend	Mitigating measure
<b>Tax and regulatory</b> <p>Changes in the tax and regulatory environment, including the Company failing to identify and implement any necessary regulatory change, could adversely affect the Company's financial performance, including the return on equity. These may also include government measures which damage the market appeal of investment trusts for investors.</p> <p>A breach of Section 1158/9 could lead to a loss of investment trust status, resulting in capital gains realised within the portfolio being subject to corporation tax.</p> <p>A breach of the UK Listing Rules could result in suspension of the Company's shares, while a breach of the Companies Act 2006 could lead to criminal proceedings, or financial or reputational damage.</p>		<p>The Manager provides its services, inter alia, through suitably qualified professionals and the Board receives internal control reports produced by the Manager on a quarterly basis, which confirm legal and regulatory compliance. The Fund Managers also consider tax and regulatory change in their monitoring of the Company's underlying investments.</p>
<b>Operational</b> <p>The disruption or failure of technology systems used by the Manager or its Administrator (BNP Paribas), whether through <i>inter alia</i>, cyber attacks, failed software updates or data breaches, could profoundly impact the accurate reporting and monitoring of the Company's financial position. The Company is also exposed to the operational risk that one or more of its suppliers may not provide the required level of service.</p>		<p>The Board monitors the services provided by the Manager and its other suppliers and receives reports on the key elements in place to provide effective internal control.</p> <p>Cyber security is closely monitored and the Audit and Risk Committee receives regular updates from Janus Henderson's Chief Information Security Officer.</p> <p>The Board considers the loss of the Fund Manager as a risk but this is mitigated by the experience of the team at Janus Henderson as detailed on page 39.</p>

# The Company's Viability

The AIC Code of Corporate Governance includes a requirement for the Board to assess the future prospects for the Company, and to report on the assessment within the Annual Report. The Directors have completed their assessment for the year under review and report as set out below.

The Board considers that certain characteristics of the Company's business model and strategy are relevant to this assessment:

- The Board seeks to deliver long-term performance by the Company.
- The Company's investment objective, strategy and policy, which are subject to regular Board monitoring, mean that the Company is invested mainly in readily realisable, UK-listed securities and that the level of borrowings is restricted.
- The Company is a closed end investment company and therefore does not suffer from the liquidity issues arising from unexpected redemptions.
- The Company has an ongoing charge of 0.36%, which is lower than other comparable investment trusts.

Also relevant are a number of aspects of the Company's operational agreements:

- The Company retains title to all assets held by the Custodian under the terms of formal agreements with the Custodian and Depositary.
- Long-term borrowing is in place, being 4.53% secured notes 2029, 2.94% secured notes 2049 and 2.67% secured notes 2046 which are subject to financial covenants with which the Company complied in full during the year. The value of long-term borrowing is relatively small in comparison to the value of net assets, being 4.9%.
- Revenue and expenditure forecasts are reviewed by the Directors at each Board meeting. This includes stress testing of the forecast under different scenarios.
- Cash is held with approved banks.

Three model scenarios are considered which evaluate the impact on revenue reserves. These range from a worst-case scenario which includes low consensus dividend estimates and significant dividend cuts of up to 50% from specific sectors and investee companies, to a best-case scenario with high consensus dividend estimates, no dividend cuts in any specific sector and limited dividend cuts in specific investee companies. Increasing dividend payments to shareholders could continue under all three scenarios whether through revenue, or supported by distributable capital reserves. None of the results from the three scenarios would therefore threaten the viability of the Company.

Covenant limits are tested to ascertain the level that net assets would need to fall by to breach any covenant conditions. Net assets would need to fall by amounts in excess of £1.9 billion to breach covenants, with all other

factors remaining constant. The Board considers this to be highly unlikely and therefore does not threaten the viability of the Company.

In addition, the Directors carried out a robust assessment of the principal risks and uncertainties which could threaten the Company's business model, including future performance, liquidity and solvency, and considered emerging risks that could have a future impact on the Company.

The principal risks identified as relevant to the viability assessment were those relating to investment portfolio performance, including climate change, and its effect on the NAV, share price and dividends, and threats to security over the Company's assets. The Board took into account: the liquidity of the Company's portfolio; the existence of the long-term fixed rate borrowings; the effects of any significant future falls in investment values and income receipts on the ability to repay and renegotiate borrowings, grow dividend payments and retain investors; and the potential need for share buybacks to maintain a narrow share price discount.

The Directors assess viability over five-year rolling periods, taking account of foreseeable severe but plausible scenarios. The Directors believe that a rolling five-year period best balances the Company's long-term objective, its financial flexibility and scope with the difficulty in forecasting economic conditions affecting the Company and its shareholders. The Directors have considered the current geopolitical and macroeconomic uncertainties and the potential for sudden catastrophic events such as pandemics, conflict and climate events, in particular the impact on income and the Company's ability to meet its investment objective. The Directors do not believe that they will have a terminal impact on the viability of the Company and its ability to continue in operation, notwithstanding the short-term uncertainty these events could cause in the markets and specific short-term issues, such as energy, supply chain disruption, inflation and labour shortages.

Based on their assessment, and in the context of the Company's business model, strategy and operational arrangements set out above, the Directors have a reasonable expectation that the Company will be able to continue in operation and meet its liabilities as they fall due over the five-year period.

# ESG

## How we integrate Environmental, Social and Governance considerations in our investment decisions

The Board believes that integrating ESG into investment decision-making and ownership practices is an important factor for delivering the investment outcomes our shareholders seek. ESG considerations are therefore a fully embedded component of the investment process employed by the Fund Managers, and the wider Janus Henderson investment teams. The Company integrates ESG but does not pursue a sustainable investment objective or otherwise take ESG factors into account in a binding manner. ESG integration is the practice of incorporating material environmental/social and governance information or insights in a non-binding manner alongside traditional measures into the investment decision process to improve long-term financial outcomes of portfolios. ESG related research is one of many factors considered within the investment process.

### Defining ESG

**Environmental** factors include climate change, use of natural resources, pollution, waste management, water usage and deforestation.

**Social** factors include corporate culture, diversity, health and safety, community relations and supply chain management.

**Governance** factors include business ethics, board composition, remuneration and shareholder rights.

### Investment considerations

Resilience of business models is crucial to the Company's investment strategy. The Company's investment philosophy is valuation driven, with a dividend yield considered the most important measure of value. As such, a considerable amount of time is spent by the Fund Managers identifying fundamental factors, including ESG factors which may impact profits, cash flow and dividends and ensuring that investee companies have robust policies and processes in place to manage these.

Whilst no company is specifically excluded based on ESG considerations, the Fund Managers would seek to avoid companies where ESG risks are not sufficiently considered or managed. As the Fund Managers strive to understand all drivers of company performance, they also strive to understand the risks. An evaluation of ESG factors is integral to this.

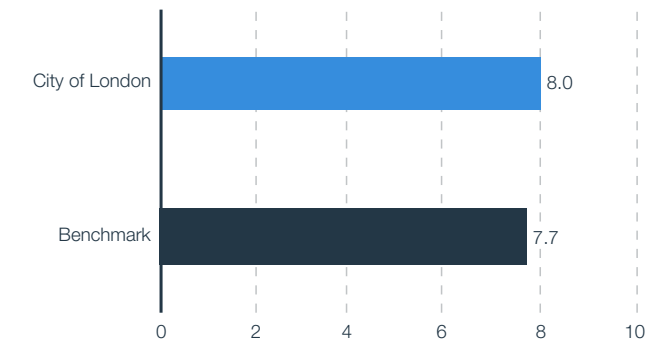
Governance is a key part of fundamental factor analysis with good corporate governance supportive of long-term decision-making and investment returns. The significance of environmental and social factors can vary depending on the sector and the region in which a company operates. Nonetheless, each ESG factor, in addition to the quantitative and qualitative assessments, is an important consideration when evaluating the opportunity in an equity investment.

Fundamental factors considered vary, but may include:

<b>Financial Analysis</b>	Dividend sustainability, free cash flow, operating margin, balance sheet strength, leverage, profitability, earnings growth.
<b>Qualitative Evaluation</b>	Competitive position, industry trends, business volatility, business model, barriers to entry, exposure to disruption.
<b>Environmental</b>	Pollution, carbon emissions, water usage, waste management, resource use, sustainable sourcing.
<b>Social</b>	Health and safety, employee relations, diversity and inclusion, employee development, data privacy, supply chain management.
<b>Governance</b>	Shareholder alignment, board independence, shareholder rights, business ethics, voting structure, remuneration, board experience, accounting standards.
<b>Valuation</b>	Dividend yield, free cash flow, price to earnings ratio ("P/E"), earnings per share ("EPS"), enterprise value/earnings before interest, tax, depreciation and amortisation ("EV/EBITDA") and dividend cover.

The Manager engages MSCI (see footnote 1 on page 36), a leading firm researching and rating ESG factors globally, to support investment research. MSCI can also be used to monitor the holdings within the Company and analyse its overall ESG risk exposure.

### Weighted average ESG score



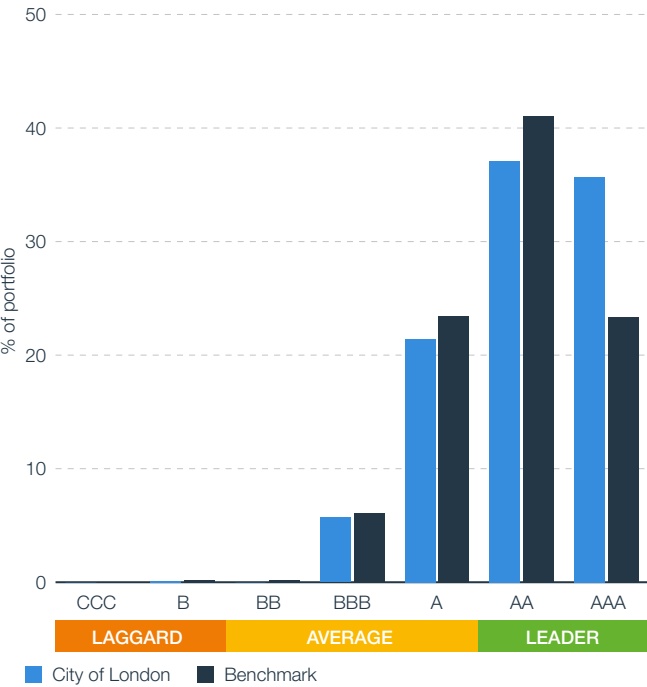
Source: MSCI, City of London and Index weights as at 30 June 2025  
MSCI Risk data as at 30 June 2025

MSCI provides an ESG quality score which measures the ability of the underlying holdings to manage key medium to long-term risks and opportunities that arise from ESG factors. It is based on MSCI ESG ratings and is measured on a scale of 0 to 10 (0 being worst and 10 being best). For this metric the Company scores 8.0 and the benchmark 7.7. The risk ratings are aggregated for the Company's portfolio and the benchmark, the FTSE All-Share Index. The Company's ESG risk is 3.5% lower than the benchmark, as assessed by MSCI.



ESG (continued)

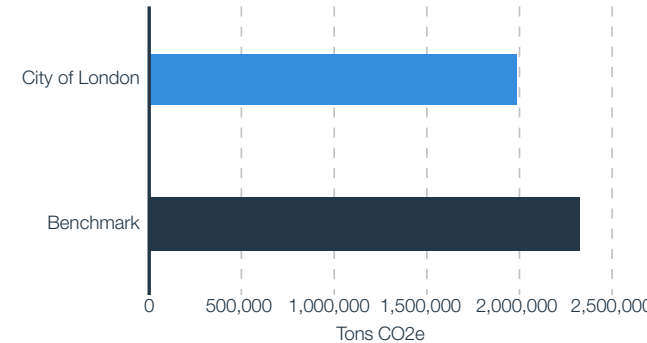
Distribution of MSCI ESG Fund Ratings Universe



Source: MSCI, City of London and Index weights as at 30 June 2025  
MSCI Risk data as at 30 June 2025

MSCI’s ESG ratings are ranked using a seven-point AAA-CCC scale. Both the Company and the benchmark score AA ratings using this analysis. The Company has no exposure to companies with the lowest CCC scores, with more exposure to AAA rated stocks than the benchmark.

Carbon emissions



Source: MSCI, City of London and Index weights as at 30 June 2025  
MSCI Risk data as at 30 June 2025

The above chart shows the direct and indirect carbon emissions of the holdings in both the Company and the benchmark. These emissions are based on the assets under management of the Company compared to an equivalent portfolio of assets under management invested in the benchmark. Scope 1 and 2 emissions are the direct emissions from a company’s operations and scope 3 emissions are indirect emissions. The Company’s direct and indirect carbon emissions are 15.8% lower than the benchmark.

Engagement and stewardship

Stewardship is a fundamental part of the Manager’s long-term, active approach to investment management. Strong ownership practices, including engagement with management and boards, can help protect and enhance long-term shareholder value. Janus Henderson is a signatory to the UK Stewardship Code and is a founding member of the UN Principles of Responsible Investment (“UN PRI”). Additionally, Janus Henderson is a supporter of a number of broader ESG initiatives such as the Access to Medicine Index which aims to improve availability of healthcare in developed and emerging markets and Climate Action 100+, an investor-led initiative to engage with heavily emitting companies to reduce their greenhouse gas emissions.

As a part of the research process, portfolio managers and analysts meet frequently with company management, senior executives and boards, with Janus Henderson conducting thousands of meetings per year. These meetings typically occur prior to initiating a position and throughout the holding period. The portfolio managers develop long-term relationships with the management of firms in which they invest. Should concerns arise over a firm’s practices or performance, they would seek to leverage these constructive relationships by engaging with company management or express their views through voting on management or shareholder proposals. Escalation of engagement activities depends upon a company’s individual circumstances.

Voting

The Board believes that voting at general meetings is an important aspect of corporate stewardship, and a means of signalling shareholder views on board policy, practices and performance. The Board has delegated responsibility for voting the rights attached to the shares held in the Company’s portfolio to the Manager, who actively votes at shareholder meetings and engages with companies as part of the voting process.

Voting decisions are guided by the best interests of the investee companies’ shareholders and made in consultation with the Fund Managers, who have an in-depth understanding of the respective company’s operations. Voting decisions are taken in keeping with the provisions of the Manager’s Responsible Investment Policy, which sets out the Manager’s approach to corporate governance, corporate responsibility and compliance with the Stewardship Code, and is publicly available on the Manager’s website at [www.janushenderson.com](http://www.janushenderson.com). To retain oversight of the process, the Directors regularly receive reports on how the Manager has voted the shares held in the Company’s portfolio, and they review the Responsible Investment Policy at least annually.

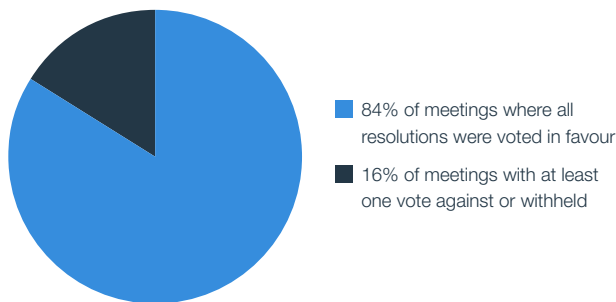
In the period under review, the shares in the Company’s portfolio were voted in respect of 86 meetings. The level of governance in leading global companies is generally of a high standard in terms of best practice, which meant support in

# ESG (continued)

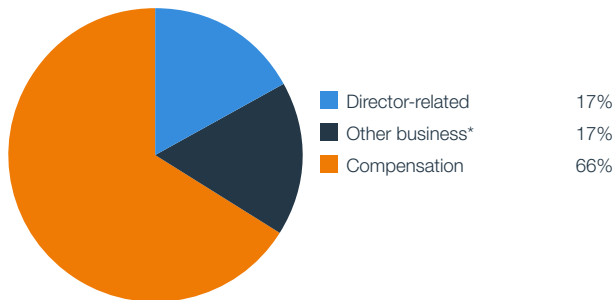
favour of the resolutions proposed by management was warranted. However, in respect of 6 resolutions (<1% of the resolutions proposed), support was not warranted and, following discussion between the Fund Managers and Janus Henderson's governance team, the shares were voted against the investee board recommendation. On occasion, the Fund Managers take voting decisions after consultation with the Chairman on behalf of the Board.

As an active manager, Janus Henderson's preference is to engage with management and boards to resolve issues of concern rather than to vote against shareholder meeting proposals. This approach is more likely to be effective in influencing company behaviour. The Fund Managers therefore actively seek to engage with companies throughout the year and in the lead up to the annual shareholder meeting to discuss any potentially controversial agenda items. However, where they believe that proposals are not in shareholder interests or where engagement proves unsuccessful, they will vote against.

## Voting record



In terms of resolutions not supported, these covered three main areas: compensation, director-related and other business\*.



Source: Janus Henderson using Institutional Shareholder Services ("ISS") categories

Note: Some meetings had more than one vote against management

\* Janus Henderson routinely votes against proposals labelled 'other business'. Many companies put forward proposals labelled 'other business'. This is a request to allow the board and shareholders to raise other issues and discuss them at the meeting. It is often a routine request, however as it could potentially lead to subsequent approval of items without prior disclosure to minority shareholders, Janus Henderson routinely votes against these items

## Engagement Example

The Fund Manager engaged with investee companies in the housebuilding sector to discuss developments in regulation. Job Curtis (Fund Manager) and Olivia Jones (Janus Henderson Responsible Investment & Governance Analyst) met with executives of Taylor Wimpey (on 10 April 2025) and Persimmon (on 8 May 2025). The aim was to assess the impact new regulations would have on the businesses. From the engagement, comfort was gained that the companies had strategies in place and are likely to benefit. The National Planning Policy Framework has increased visibility on planning, enabling housebuilders to have more clarity in their land buying. These improvements in predictability would be further supported by the Planning and Infrastructure Bill. Regarding Biodiversity Net Gain legislation, housebuilders have been meeting the regulation and prioritising onsite biodiversity gains given limited supply of biodiversity offsets on the market. The Future Home Standards are set to be finalised in the autumn, although the housebuilders commented that they have accounted for the increase in costs in the majority of land values. Both companies have been preparing for the regulation, including by trialling low carbon technologies. Cladding issues remain more of a challenge for the industry. Housebuilders pay a 4% Residential Property Development Tax, have provisioned for remedial works and face additional taxation through the Building Safety Levy from October 2026.

## The environment

As an investment company, the Company's own direct environmental impact is minimal. The Company has no greenhouse gas emissions to report from its operations, nor does it have responsibility for any other emissions producing sources under the Companies Act 2006 (Strategic Report and Directors' Reports) Regulations 2013. For the same reasons, the Company considers itself to be a low energy user under the Streamlined Energy & Carbon Reporting ("SECR") regulations and therefore is not required to disclose energy and carbon information.

The Manager recognises the importance of managing its operational activities in a sustainable way and minimising any adverse impact on the environment.

In 2021 Janus Henderson reached its three-year target to reduce its carbon footprint by 15% per full-time employee ("FTE") from 2018 levels. In 2022, using guidance from the Science-Based Target Initiative, Janus Henderson set ambitious new five-year reduction targets versus a 2019 baseline and per FTE:

- reduction target of 29.4% in Scope 1 (fuel) and Scope 2 (electricity) emissions;
- reduction target of 17.5% in Scope 3 (business travel, freight, paper, water, waste) emissions; and
- reduction target of 17.5% on water and waste consumption by FTEs.

## ESG (continued)

In addition to this, Janus Henderson has been certified as a CarbonNeutral® company since 2007 and offsets all its operational Scope 1, Scope 2 and Scope 3 emissions each year. Janus Henderson discloses its carbon emissions annually through regulatory and voluntary reporting frameworks, including the CDP (formerly the Carbon Disclosure Project), as well as in its 2024 Responsibility Report.

Janus Henderson produces product-level Task Force on Climate-Related Financial Disclosures ("TCFD") reports for funds in scope as well as an entity-level TCFD report. These reports include an overview of the climate-related governance, strategy, risk management, and metrics and targets of Janus Henderson and its portfolios. Product-level metrics include absolute carbon emissions, carbon footprint, weighted average carbon intensity, implied temperature rise and climate scenario analysis (Climate Value at Risk). Janus Henderson's TCFD Report specific to City of London is available on the Company's website at [www.cityinvestmenttrust.com](http://www.cityinvestmenttrust.com).

### Business ethics

As the Company's operations are delegated to third-party service providers, the Board seeks assurances, at least annually, from its suppliers that they comply with the provisions of the UK Modern Slavery Act 2015 and maintain adequate safeguards in keeping with the provisions of the Bribery Act 2010, Criminal Finances Act 2017 and the sanctions element of the Economic Crime Act (Transparency and Enforcement) 2022.

<sup>1</sup> Certain information contained herein (the "Information") is sourced from/copyright of MSCI Inc, MSCI ESG Research LLC, or their affiliates ("MSCI"), or information providers (together the "MSCI Parties") and may have been used to calculate scores, signals, or other indicators. The Information is for internal use only and may not be reproduced or disseminated in whole or part without prior written permission. The Information may not be used for, nor does it constitute, an offer to buy or sell, or a promotion or recommendation of, any security, financial instrument or product, trading strategy, or index, nor should it be taken as an indication or guarantee of any future performance. Some funds may be based on or linked to MSCI indexes, and MSCI may be compensated based on the fund's assets under management or other measures. MSCI has established an information barrier between index research and certain Information. None of the Information in and of itself can be used to determine which securities to buy or sell or when to buy or sell them. The Information is provided "as is" and the user assumes the entire risk of any use it may make or permit to be made of the Information. No MSCI Party warrants or guarantees the originality, accuracy and/or completeness of the Information and each expressly disclaims all express or implied warranties. No MSCI Party shall have any liability for any errors or omissions in connection with any Information herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages



# Governance





# Directors and Fund Managers

## Directors



### Sir Laurie Magnus CBE

**Position:** Chairman of the Board and Nominations Committee

**Date of Appointment:**

1 March 2020 (Chairman on 27 October 2020)

**Skills and Experience:** Sir Laurie has over 45 years of experience in corporate finance markets and over 20 years as a member of investment supervisory bodies, including as a director of various investment trusts. He was Chairman of Pantheon International plc until October 2022. He has held senior positions at financial institutions including Samuel Montagu, Phoenix Securities, Donaldson Lufkin & Jenrette and Lexicon Partners (latterly as Chairman prior to its merger with Evercore). He is currently a non-executive senior adviser to Evercore's European business.

**Current External Appointments:**

Sir Laurie is the Independent Adviser to the Prime Minister on Ministerial Standards. In the not-for-profit sector, he is Chairman of The Heritage of London Trust.



### Sally Lake

**Position:** Chair of the Audit and Risk Committee

**Date of Appointment:**

1 August 2024 (Chair of the Audit and Risk Committee from 31 October 2024)

**Skills and Experience:** Sally is a fellow of the Institute of Actuaries, and has spent the majority of her career within non-life commercial insurance. During her time at Beazley plc, from 2006 to 2024, she held a variety of roles, including within both business units and the actuarial and finance functions.

In her final five years with Beazley, Sally served as group CFO during a period of significant change both within the business, within the finance and accounting function as well as the wider macro environment. As part of her role, she also was responsible for investments, investor relations, actuarial, corporate governance, compliance, finance change and modernisation as well as all aspects of finance. She was a member of the plc board until May 2024, as well as a number of subsidiaries.

Sally is a very proud and active DEI advocate. She was the executive sponsor for HM Treasury's Women in Finance Charter, as well as a supporter of a number of changes at Beazley to improve inclusion and representation for women, families and people of colour.

**Current External Appointments:**

None.



### Ominder Dhillon

**Position:** Director

**Date of Appointment:**

1 September 2021

**Skills and Experience:** Ominder brings to the Board strong investment knowledge across public and private markets, especially in regard to sustainable investing, sales and marketing expertise and a good understanding of governance and risk management. He was, until January 2020, Global Head of Institutional Distribution at M&G plc. Prior to that, from 2011 to 2015, he was Head of Distribution at Impax Asset Management. He was also formerly Head of UK and Ireland at Fidelity International, Director of Institutional Sales at Scottish Widows Investment Partnership and a trustee of UK charity Facing History and Ourselves.

**Current External Appointments:**

Non-executive Director of Fidelity Special Values PLC and a Director of Ocris Partners SL.

All Directors are non-executive and independent of Janus Henderson.  
All Directors are members of the Nominations Committee.  
The Audit and Risk Committee comprises Sally Lake, Ominder Dhillon, Ted Holmes and Clare Wardle.

# Directors and Fund Managers (continued)



## Robert Holmes (Ted)

**Position:** Director

**Date of Appointment:**

1 January 2018

**Skills and Experience:** Ted has a strong background in investment management. Ted joined the Board following a twenty-year career at UBS Asset Management. During that time, he worked as a managing director in both the Chicago office (previously Brinson Partners) and London office (previously Phillips and Drew) in a variety of positions, from analyst to European Head of Equities. Prior to UBS, he worked for Ernst & Young in Washington, D.C. He has an MBA from the University of Chicago Booth School of Business, is a Chartered Financial Analyst and is a Certified Public Accountant.

**Current External Appointments:**

Non-executive Director and Chair of the Audit Committee of River UK Micro Cap Limited and Director of Blue Ocean Investment Partners Limited.



## Clare Wardle

**Position:** Senior Independent Director

**Date of Appointment:**

1 November 2019

**Skills and Experience:** Clare brings to the Board considerable international experience in risk, governance, competition and compliance. She has played a leading role in the growth of Coca-Cola Europacific Partners plc from a \$15 billion market cap company operating in Europe to a \$33 billion market cap company operating in 30 countries. Previously she was Group General Counsel and Company Secretary of Kingfisher, Europe's largest home improvement group. Before that, Clare was Commercial Director, General Counsel and Company Secretary of Tube Lines, held a number of senior roles in Royal Mail Group and worked at what is now Hogan Lovells. She is currently chair of a fundraising committee for Royal British Legion Industries. She was also formerly a non-executive Director of ViaCode Limited, Chair of Basketball England, Senior Independent Director of Modern Pentathlon GB and a trustee of the Friendly Almshouses.

**Current External Appointments:** General Counsel and Company Secretary of Coca-Cola Europacific Partners plc, which she joined in May 2016.

## Fund Manager



Job Curtis has been City of London's Fund Manager since 1 July 1991. After graduating from Oxford University in 1983 with a BA Hons in Philosophy, Politics and Economics, he joined Grieveson Grant stockbrokers as a trainee. In 1985, he joined Cornhill Insurance as an assistant fund manager and then moved to Touche Remnant in 1987 where he became a fund manager. Touche Remnant was taken over by Henderson Group plc in 1992 and Job is currently a member of Janus Henderson's Global Equity Income team.

## Deputy Fund Manager



David Smith is a Fund Manager on the Janus Henderson Global Equity Income team, a position he has held since 2008. David manages Henderson High Income Trust plc, a number of UK equity institutional funds and co-manages the Janus Henderson Cautious Managed Fund. He joined Janus Henderson in 2002, initially working in operations and progressing to the UK Equities team, and is now part of the Global Equity Income team. David graduated with a BSc degree (Hons) in Chemistry from Bristol University. He holds the Investment Management Certificate and the Chartered Financial Analyst designation.

# Directors' Report

The Directors present their report and the audited financial statements for the year ended 30 June 2025.

The Investment Portfolio on pages 18 and 19, Corporate Governance Statement, Audit and Risk Committee Report and Nominations Committee Report on pages 43 to 54, Statement of Directors' Responsibilities on page 59, explanations to the AGM resolutions on pages 98 to 100 and Securities Financing Transactions, Alternative Performance Measures and other information on pages 88 to 94 form part of the Directors' Report.

## Results and Dividends

The results for the year are set out in the financial statements. Two interim dividends of 5.25p each and two interim dividends of 5.40p each, totalling 21.30p per share, have been declared and paid in respect of the year to 30 June 2025, an increase of 3.4% over the previous year. See note 10 on page 77 for more information. No final dividend is being proposed.

A review of the year and the outlook for the forthcoming year can be found in the Strategic Report.

## Directors

The Directors of the Company are listed on pages 38 and 39. All served throughout the period. Samantha Wren retired from the Board on 31 October 2024.

In accordance with the recommendations of the AIC Code of Corporate Governance, all Directors will offer themselves for re-election at the forthcoming AGM.

The beneficial interests of the current Directors and their connected persons in the securities of the Company as at 30 June 2025 are set out in the Directors' Remuneration Report on page 57. Details of Directors' insurance and indemnification are set out on page 47.

## Share Capital

There are no restrictions on the transfer of the Company's share capital and there are no shares or stock which carry specific rights with regards to control of the Company. The Company is not aware of any agreements or arrangements between holders of securities which would result in restrictions on the transfer of securities or voting rights.

The Company's equity and non-equity share capital comprises:

### Ordinary shares of 25p nominal value each

The voting rights of the ordinary shares on a poll are one vote for every 15 shares held. At the beginning of the year, there were 502,664,868 ordinary shares in issue, of which 8,301,867 shares were held in treasury. Accordingly, there were 494,363,001 shares in issue with voting rights. During the year, 1,685,000 ordinary shares with a nominal value of £421,250 (representing 0.3% of the number of shares in issue at the beginning of the year) were sold from treasury to Cavendish

Capital Markets Limited at a price range of 437.0p to 490.0p for total proceeds (net of commissions) of £7,941,000.

2,530,895 shares with a nominal value of £632,724 (representing 0.5% of the issued share capital at the beginning of the year) were bought back in the market and placed into treasury for a total net payment of £11,154,000.

At 30 June 2025, the number of ordinary shares in issue was 502,664,868, of which 9,147,762 shares were held in treasury. Accordingly, the number of shares in issue with voting rights was 493,517,106.

Since 30 June 2025 and up to 12 September 2025, being the last practicable date prior to publication of the Annual Report, 1,950,000 shares have been sold from treasury. No shares have been bought back since the year end.

### Cumulative first preference stock

The voting rights of the first preference stock on a poll are one vote per £10 of stock held. At 1 July 2024 and at 30 June 2025 there was £301,982 of first preference stock in issue.

### Non-cumulative second preference stock

Second preference stockholders have no rights to attend and vote at general meetings (except on the winding-up of the Company or if dividends are in arrears). At 1 July 2024 and at 30 June 2025 there was £507,202 of second preference stock in issue.

### Non-cumulative preferred ordinary stock

The voting rights of the preferred ordinary stock on a poll are one vote per £20 of stock held. At 1 July 2024 and at 30 June 2025 there was £589,672 of preferred ordinary stock in issue.

Further details on the first and second preference stock and the preferred ordinary stock are contained in note 15 on pages 79 and 80.

### Total voting rights

At 30 June 2025, the total voting rights in the Company were 32,960,822, comprising 32,901,140 ordinary share voting rights (99.8%), 30,198 first preference stock voting rights (0.1%) and 29,484 preferred ordinary stock voting rights (0.1%).

### Shareholder authorities

The Directors seek annual authority from the shareholders to allot new ordinary shares, to dis-apply the pre-emption rights of existing shareholders and to buy back, for cancellation or to be held in treasury, the Company's ordinary shares. In addition, the Directors seek annual authority to buy back and cancel the Company's preferred and preference stocks.

At the AGM held on 31 October 2024, the Directors were granted authority to allot up to 49,433,472 ordinary shares (with an aggregate nominal amount of £12,358,368) for cash and to repurchase 74,100,774 ordinary shares (with a nominal value of £18,525,194) for cancellation or to be held in treasury. 3,635,000 shares have been sold from treasury and 2,502,617

# Directors' Report (continued)

shares have been bought back under these authorities. During the year and up to the date of this report, the Directors have not bought back any preferred or preference stocks.

The Directors will once again be seeking to renew the authorities to allot and repurchase the ordinary shares at the upcoming AGM, when the existing authorities will expire.

## Holdings in the Company's Shares

There are no declarations of interests in the voting rights of the Company as at 30 June 2025 in accordance with the Disclosure Guidance and Transparency Rules of the FCA.

No changes have been notified in the period from 1 July 2025 to 12 September 2025.

## Fund Manager's Interests

As at 30 June 2025, Job Curtis, the Fund Manager, has a beneficial interest in 313,306 shares and a non-beneficial interest in 18,700 shares.

## Related Party Transactions

The Company's transactions with related parties in the year were with the Directors and the Manager. There were no material transactions between the Company and its Directors during the year and the only amounts paid to them were in respect of expenses and remuneration for which there were no outstanding amounts payable at the year end.

In relation to the provision of services by the Manager, other than fees payable by the Company in the ordinary course of business and the provision of marketing services, there were no material transactions with the Manager affecting the financial position of the Company during the year under review. More details on transactions with the Manager, including amounts outstanding at the year end, are given in note 23 on page 86.

## Financial Risk Management

The principal risks and uncertainties facing the Company are set out on pages 30 and 31. The principal financial risks and the Company's policies and procedures for managing these risks are set out in note 16 to the financial statements on pages 80 to 84.

## Greenhouse Gas Emissions

The Company's environmental statements are set out in the Strategic Report on pages 33 to 36.

## Annual General Meeting

The AGM will be held on 30 October 2025 at 1.00pm. The Board invites shareholders to attend the meeting at the registered office at 201 Bishopsgate, London EC2M 3AE. The Meeting will include a presentation by the Fund Manager, Job

Curtis, and Deputy Fund Manager, David Smith. Shareholders will also be able to join the Meeting via Zoom webinar by registering at [www.janushenderson.com/cty-agm](http://www.janushenderson.com/cty-agm).

There will be live voting for those physically present at the AGM and the Board therefore requests all shareholders, and particularly those who cannot attend physically, to submit their votes by completing a Form of Proxy. Shareholders with shares held in their own names will receive a Form of Proxy enabling them to vote; shareholders holding shares through nominee accounts, such as through a share dealing service or platform, should contact their provider directly and ask them to submit the proxy votes on their behalf.

Instructions for attending the AGM and details of resolutions to be put to the AGM are included in the Notice of AGM on pages 95 to 102. If shareholders would like to submit any questions in advance of the Meeting, they are welcome to send these to the Corporate Secretary at [itsecretariat@janushenderson.com](mailto:itsecretariat@janushenderson.com).

The Board considers that the resolutions to be proposed at the AGM are in the best interests of the Company's shareholders as a whole. The Board therefore recommends unanimously to shareholders that they vote in favour of each of the resolutions, as the Directors intend to do in respect of their own beneficial holdings.

## Directors' Statement as to Disclosure of Information to Auditor

Each of the Directors who were members of the Board at the date of approval of this report confirms that, to the best of his or her knowledge and belief, there is no information relevant to the preparation of the Annual Report of which the Company's Auditor is unaware and he or she has taken all the steps a Director might reasonably be expected to have taken to be aware of relevant audit information and to establish that the Company's Auditor is aware of that information.

## Re-appointment of Auditor

Ernst & Young LLP ("EY") have indicated their willingness to continue in office as Auditor and resolutions proposing their re-appointment and authorising the Audit and Risk Committee to determine their remuneration for the ensuing year will be put to shareholders at the forthcoming AGM. Further information in relation to their re-appointment can be found in the Audit and Risk Committee Report on pages 50 to 52.

## UK Listing Rule 6.6.4

UK Listing Rule ("UKLR") 6.6.4 requires the Company to include certain information in a single identifiable section of the Annual Report or a cross-reference table indicating where the information is set out. The Directors confirm that there are no disclosures to be made in this regard, other than in accordance with UKLR 6.6.1(6), the information for which is detailed on page 40 under Share Capital.



# Directors' Report (continued)

## Securities Financing Transactions

As the Company undertakes securities lending, it is required to report on securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Company's involvement in and exposures related to securities lending for the accounting period ended 30 June 2025 are detailed on pages 88 and 89.

## Approval

The Directors' Report has been approved by the Board.

By order of the Board

Janus Henderson Secretarial Services UK Limited  
Corporate Secretary  
16 September 2025

## Governance Structure



# Corporate Governance Report (continued)

## Corporate Governance

The Board is accountable to shareholders for the governance of the Company's day-to-day affairs and is pleased to report to shareholders on the Company's governance arrangements and how the principles of the applicable codes have been applied during the year under review.

## Applicable Corporate Governance Codes

By virtue of the Company's listing on the London Stock Exchange, the Board is required to report on how the principles of the 2018 UK Corporate Governance Code ("UK Code") have been applied. Being an investment company, a number of the provisions of the UK Code are not applicable as the Company has no executive directors or internal operations and all day-to-day activities are outsourced to external service providers. The Board has therefore considered the principles and recommendations of the Code of Corporate Governance published by the Association of Investment Companies in February 2019 ("AIC Code"). The AIC Code addresses the principles set out in the UK Code as well as additional principles and recommendations on issues that are of specific relevance to investment companies. The Financial Reporting Council ("FRC") has endorsed the AIC Code and confirmed that, by following it, the boards of investment companies should fully meet their obligations in relation to the UK Code and UK Listing Rule 6.6.6. The Board considers that reporting against the principles and provisions of the AIC Code provides more relevant information to shareholders in terms of its governance arrangements.

A new UK Code was published in January 2024, with an updated AIC Code published in August 2024 and these are applicable to the Company for the year ending 30 June 2026. The effective date of Provision 34 of the AIC Code (29 in the UK Code) in relation to internal controls will apply for the year ending 30 June 2027. The Board has been reviewing the changes to the Codes to ensure the Company will continue to comply and that any new processes that may be required are put into place.

The AIC Code and the UK Code can be found on the respective organisations' websites: [www.theaic.co.uk](http://www.theaic.co.uk) and [www.frc.org.uk](http://www.frc.org.uk). The AIC Code includes an explanation of how it adapts the principles and provisions set out in the UK Code to make them relevant for investment companies.

## Statement of Compliance

The Company has complied with the principles and provisions of the 2019 AIC Code throughout the year to 30 June 2025 except as set out below.

The Company has no chief executive or other executive directors. It therefore has no need to consider the remuneration of executive directors and has not reported further in respect of these provisions. In addition, the Company does not have any internal operations and therefore does not maintain an internal audit function. However, the Audit and Risk Committee considers the need for such a function at least annually (see page 49 for further information).

As the Company has no employees and has a small Board of solely non-executive Directors, the Board has not established a separate remuneration committee. The remuneration of Directors is dealt with by the Board as a whole.

Given the business model operated by the Company and the importance of the role of the Manager in ensuring the success of the Company, the Board believes that it remains its responsibility to keep under review the level of service provided by the Manager. It is assisted in this by the Nominations Committee, as set out in the Nominations Committee Report on pages 53 and 54. Accordingly, a separate Management Engagement Committee has not been formed.

The AIC Code includes two deviations from the UK Code permitting the Chairman of the Board to be a member of the Audit and Risk Committee and for his or her tenure to exceed nine years. The Company has not taken advantage of these provisions and continues to comply with the provisions of the UK Code in this respect.

## Board Leadership and Purpose

The Board has overall responsibility for the Company's affairs and for promoting the long-term success of the Company. The Board is collectively responsible for providing leadership, setting the investment objective and policy, appointing the Company's third-party service providers, establishing a robust internal control and risk management system and monitoring the performance delivered by service providers within the established control framework. It is also responsible for setting the Company's standards and values and for ensuring that its obligations to its shareholders and other stakeholders are understood and met. Information relating to the Company's purpose and values can be found in the Business Model on pages 22 to 24 and to the Board's engagement with stakeholders on pages 27 to 29.

# Corporate Governance Report (continued)

## Division of Responsibilities

Role	Primary responsibilities
<b>Shareholders/ investors</b>	<ul style="list-style-type: none"> <li>• Approving material changes to the Company's investment policy.</li> <li>• Making decisions regarding changes to the Company's constitution.</li> <li>• Electing and re-electing Directors to the Board, or removing them from office if deemed appropriate.</li> <li>• Determining the overall limit for Directors' remuneration.</li> </ul>
<b>Chairman</b>	<ul style="list-style-type: none"> <li>• Leading and managing Board business and ensuring the timely flow of information from service providers to the Board, facilitating open, honest and constructive debate among Directors.</li> <li>• Leading the Nominations Committee in developing succession planning and the identification of potential candidates for appointment to the Board (except when considering his own succession).</li> <li>• Leading the Board in determining its governance framework, culture and values.</li> <li>• Leading the Board's relationship and engagement with shareholders and other stakeholders.</li> <li>• Managing the relationship with the Manager.</li> </ul> <p>The role description for the Chairman is available on the Company's website.</p>
<b>Senior Independent Director</b>	<ul style="list-style-type: none"> <li>• Fulfilling the role of sounding board for the Chairman and intermediary for the other Directors as necessary.</li> <li>• Leading the performance evaluation of the Chairman.</li> <li>• Acting as a channel of communication for shareholders in the event that contact through the Chairman is inappropriate.</li> </ul> <p>The role description of the Senior Independent Director is available on the Company's website.</p>
<b>Independent non- executive Directors</b>	<ul style="list-style-type: none"> <li>• Providing constructive and effective challenge, especially to the decisions of the Manager.</li> <li>• Scrutinising and holding to account the performance of the: <ul style="list-style-type: none"> <li>– Fund Managers in meeting the investment objective; and</li> <li>– Manager in the promotion of the Company and day-to-day smooth operations of the Company's business.</li> </ul> </li> <li>• Providing strategic guidance and offering specialist advice.</li> </ul>
<b>Committee Chairs</b>	<ul style="list-style-type: none"> <li>• The leadership and governance of their Committee.</li> <li>• Maintaining the relationships with specialist service providers delivering services within the remit of their Committee.</li> <li>• Reporting on the activities of their Committee to the Board.</li> <li>• Seeking approval from the Board for the responsibilities set out in their respective terms of reference.</li> </ul>
<b>Manager (AIFM)</b>	<ul style="list-style-type: none"> <li>• Promoting the Company's investment proposition to professional and retail investors.</li> <li>• Making the necessary reporting to the FCA regarding the Company's status as an AIF.</li> <li>• Providing accounting, company secretarial and other administrative services to the Company ensuring compliance with the applicable statutory and regulatory provisions.</li> <li>• Coordinating the delivery of services provided by the Company's other third-party service providers.</li> </ul>
<b>Fund Managers</b>	<ul style="list-style-type: none"> <li>• Selecting the stocks held within the portfolio.</li> <li>• Diversification and risk management through stock selection and size of investment.</li> <li>• Determining the volume and timing of acquisitions and disposals.</li> <li>• Determining the frequency and level of gearing within the overall limits set by the Board.</li> </ul>



# Corporate Governance Report (continued)

## Operation of the Board

The Board meets formally at least seven times a year, with additional Board or Committee meetings arranged when required. The Directors have regular contact with the Fund Managers, Corporate Secretary and other employees of the Manager between meetings.

The Board has a formal schedule of matters specifically reserved for its decision, which includes setting strategy and oversight of performance, risk management and internal controls. All matters that are not delegated to the Manager under the management agreement are reserved for the Board's decision. A copy of the schedule of matters reserved is available on the Company's website. A procedure for Directors, in the furtherance of their duties, to take independent professional advice at the expense of the Company has been adopted.

At each meeting the Board reviews with the Fund Managers the Company's investment performance and compliance with the approved investment policy, and also considers financial analyses and other reports of an operational nature. The Board monitors compliance with the Company's objective and is responsible for setting asset allocation, investment and gearing limits within which the Fund Managers have discretion to act. The Fund Managers take decisions as to the purchase and sale of individual investments, although the Board has responsibility for the approval of any investments in in-house funds managed or advised by the Manager.

The Board has engaged third-party service providers to deliver the operations of the Company. Management of the investment portfolio has been delegated contractually to Janus Henderson, which also provides the day-to-day accounting, company secretarial, administrative, sales and marketing activities. The Company has appointed a Depositary, HSBC Bank plc, which in turn appoints the Custodian which is responsible for the safe custody of the Company's assets. The Company has appointed a Registrar, Computershare Investor Services plc, to maintain the Register of Members and assist shareholders with queries about their holdings. Each of these principal contracts was entered into after full and proper consideration by the Board of the quality and cost of the services offered, including the control systems in operation in so far as they relate to the affairs of the Company. The Board and its Committees maintain oversight of the third-party service providers through regular and ad hoc reporting. The Board meets annually with representatives from the Depositary and Custodian to discuss amongst other matters performance, service levels, their value for money, information security and business resilience plans.

The Manager and Corporate Secretary ensure that all Directors receive, in a timely manner, all relevant management, financial, regulatory and other information to allow them to discharge their responsibilities and to enable the Board (and its Committees) to function effectively. Representatives of the

Manager attend each Board meeting enabling the Directors to probe further on matters of concern. In addition, the Chairman is invited to attend meetings of all the chairs of the investment trust companies managed by Janus Henderson which provide a forum to discuss industry matters, and then reports back to the Board.

The Directors have access to the advice and services of the Corporate Secretary through its appointed representative who is responsible to the Board for ensuring that Board and Committee procedures are followed and that applicable rules and regulations are complied with. The proceedings at all Board and Committee meetings are fully minuted, in a process that allows any Director's concerns to be recorded in the minutes.

The Corporate Secretary, Janus Henderson Secretarial Services UK Limited, is a subsidiary of Janus Henderson with its own reporting lines and audited internal controls. There are processes and controls in place to ensure that there is a clear distinction between the two entities, particularly when dealing with any conflicts or issues between the Company and Janus Henderson.

Any correspondence from shareholders addressed to the Chairman or the Board received at Janus Henderson's offices is forwarded to the Chairman in line with the established procedures in place. Any correspondence is submitted to the next Board meeting.

Janus Henderson and BNP Paribas, which is engaged by Janus Henderson, have arrangements in place by which their staff may, in confidence, raise concerns about possible improprieties in relation to financial reporting or other matters.

The Board, the Manager and the Corporate Secretary operate in a supportive, co-operative and open environment.

## The Board

### Board composition and independence

Under the Company's Articles of Association, the total number of Directors shall not be less than three nor more than seven. As at the date of this report, the Board comprises five non-executive directors, whose biographies are included on pages 38 and 39. These biographies demonstrate the breadth of investment, financial, commercial and professional experience relevant to their positions as Directors.

Sir Laurie Magnus was appointed as Chairman of the Board on 27 October 2020. Sir Laurie was independent on appointment in accordance with the criteria set out in the AIC Code and has no relationships that may create a conflict of interest between his interests and those of shareholders. Details of his other significant commitments can be found on page 38. Following review by the Nominations Committee as part of the performance evaluation, the Board is satisfied that Sir Laurie has sufficient time to devote to the Company.

# Corporate Governance Report (continued)

The independence of the Directors is determined with reference to the AIC Code. The Nominations Committee considers the independence of each Director at least annually by reviewing their other appointments and commitments, as well as their tenure of service and any connection they may have with the Manager.

Following evaluation, the Nominations Committee determined that all Directors continued to be independent in character and judgement and that their individual skills, broad business experience and knowledge and understanding of the Company were of benefit to shareholders. All Directors are considered by the Board to be independent of the Manager and free of any relationship which could materially interfere with the exercise of their independent judgement.

There were no contracts subsisting during or at the end of the year in which any Director is or was materially interested and which is or was significant in relation to the Company's business. No Director has a contract of service with the Company and there are no agreements between the Company and its Directors concerning compensation for loss of office.

## Appointment and retirement

The Board may appoint Directors and any Director so appointed will stand for election by shareholders at the next AGM following appointment, in accordance with the Articles of Association and the AIC Code. Each Director receives a letter of appointment that sets out, amongst other matters, what is expected of them in terms of time commitment.

In keeping with the provisions of the AIC Code, the Board has adopted a policy for all Directors to retire and stand for re-election annually at each AGM.

Under the Articles of Association, shareholders may remove a Director before the end of his or her term by passing an ordinary resolution at a general meeting.

The Board considers a potential candidate's other commitments on appointment and then annually through the performance evaluation process to ensure that Directors have sufficient time to commit to the Company. A schedule of Directors' other commitments is reviewed at each Board Meeting and Directors are required to seek the Chairman's approval prior to accepting further appointments.

## Tenure

The Board's policy for Directors, including the Chairman, is that they serve for no more than nine years, other than in exceptional circumstances. This ensures the regular refreshment of the Board and its Committees and forms an integral part of the Board's succession planning.

In advance of each AGM, the Nominations Committee will consider and make recommendations to the Board about whether it is appropriate for eligible Directors to be

recommended for re-election, taking into account the results of the annual performance evaluation and the ongoing requirements of the AIC Code.

## Professional development

An induction process is in place for new Directors which covers the legal and regulatory framework for investment companies and the operations of the Manager, including the compliance and risk management frameworks, accounting, sales and marketing, and other administration services provided by the Manager.

Directors are also provided on a regular basis with key information on the Company's policies, regulatory and statutory requirements and internal controls. Changes affecting Directors' responsibilities are advised to the Board as they arise. Directors also regularly participate in relevant training and industry seminars and may do so at the expense of the Company.

Directors' individual training requirements are considered as part of the annual evaluation process which is led by the Chairman of the Board.

## Conflicts of Interest

The Company's Articles of Association permit the Board to consider and, if it sees fit, to authorise situations where a Director has an interest that conflicts, or may possibly conflict, with the interests of the Company ("situational conflicts"). The Board has a formal system in place for Directors to declare situational conflicts to be considered for authorisation by those Directors who have no interest in the matter being considered. In deciding whether to authorise a situational conflict, the non-conflicted Directors must act honestly and in good faith with a view to the best interests of the Company and they may impose limits or conditions when giving the authorisation, or subsequently, if they think this is appropriate. Any situational conflicts considered, and any authorisations given, are recorded in the relevant meeting's minutes. The Board believes that the systems it has in place for reporting and considering situational conflicts continue to operate effectively. No situational conflicts of interest were considered during the year or up to the date of this report.

## Insurance and Indemnification

Directors' and officers' liability insurance cover is in place in respect of the Directors. Under the Company's Articles of Association and subject to the provisions of UK legislation, a qualifying third-party indemnity may be provided to Directors in respect of costs which they may incur relating to the defence of any proceedings brought against them arising out of their positions as Directors, in which they are acquitted or judgment is given in their favour by the Court. No indemnity was given during the year or up to the date of this report.

# Corporate Governance Report(continued)

## Committees of the Board

The Board has two principal Committees: the Audit and Risk Committee and the Nominations Committee. The terms of reference for these committees are available on the Company’s website. The Company has also constituted an Insider Committee to assist the Board in meeting its obligations under the Market Abuse Regulation.

## Board Attendance

The table below sets out the number of scheduled formal Board and Committee meetings held during the year under review and the number of meetings attended by each Director. All Directors attended the 2024 AGM. The number in brackets denotes the number of meetings each Director was entitled to attend.

	Board	Audit and Risk Committee	Nominations Committee
Number of scheduled meetings	7	3	1
Ominder Dhillon	7 (7)	3 (3)	1 (1)
Ted Holmes	7 (7)	3 (3)	1 (1)
Sally Lake*	6 (6)	3 (3)	0 (0)
Sir Laurie Magnus	7 (7)	3 (3)	1 (1)
Clare Wardle	7 (7)	3 (3)	1 (1)

\* Appointed as a Director on 1 August 2024

Notes:

Sir Laurie Magnus attended each of the Audit and Risk Committee meetings by invitation. An additional meeting of the Nominations Committee was held during the year to consider the Board evaluation process and the appointment of an independent reviewer. The Insider Committee did not meet during the year

## Continued Appointment of the Manager

The Board monitors investment performance at each meeting, including information about performance relative to the benchmark and competitors in the AIC’s UK Equity Income sector, receives updates in respect of professional sales and marketing activities carried out by the Manager for the Company twice annually and receives a formal recommendation from the Nominations Committee in respect of the continued appropriateness of the terms of the management agreement at least annually.

The assessment of the Manager by the Nominations Committee included consideration of the quality of the team involved in all aspects of servicing the Company, including company secretarial, administration, sales and marketing, the Manager’s use of gearing and management of the portfolio’s risk profile, the stability of the management group, its business priorities and the adequacy of succession planning.

Following completion of the review, the Board was satisfied with the performance of the Manager and the services being provided and believes that the continued appointment of the Manager on the terms agreed is in the interests of the Company’s shareholders as a whole.

## Internal Control and Risk Management

The Board has overall responsibility for the Company’s system of internal control and for reviewing its effectiveness, as set out in the chart on the following page. The Audit and Risk Committee supports the Board in the continuous monitoring of the internal control and risk management framework. Details of the principal risks facing the Company, including emerging risks, and how these are mitigated are set out on pages 30 and 31.

The Board has established an ongoing process for identifying, evaluating and managing the principal and emerging risks faced by the Company. The process accords with the FRC’s guidance on Risk Management, Internal Control and Related Business and Financial Reporting. The system was in operation throughout the period and up to the date of this report. The system is designed to meet the specific risks faced by the Company and takes account of the nature of the Company’s reliance on its service providers and their internal controls. The system therefore manages rather than eliminates the risk of failure to achieve the Company’s business objectives and provides reasonable, but not absolute, assurance against material misstatement or loss.

The key components of the internal control framework include:

- clearly defined investment criteria which specify levels of authority and exposure limits. The Board reviews reports on compliance with the criteria at each meeting;
- regular reporting which allows the Board to assess the Company’s financial position. The management accounts and forecasts are reviewed by the Board at each meeting;
- the contractual agreements with the Manager and other third-party service providers. The Board reviews performance levels and adherence to relevant provisions of the agreements on a regular basis. The Nominations Committee conducts a formal evaluation of the overall level of service provided at least annually (see Nominations Committee Report on pages 53 and 54);
- the review of controls (including financial, operational and compliance) at the Manager and other third-party service providers. The Board receives quarterly reporting from the Manager and Depositary, and reviews annual assurance reports on the effectiveness of the control environments at the Company’s key service providers; and
- the review of additional reporting provided by:
  - the Manager’s Operational Risk team on the control environment in operation at the Manager and their view of the control environments in place at the third-party service providers used by the Company; and
  - the Manager’s Internal Audit team on areas of operation which are relevant to the Company.

The Board has carried out a review of the effectiveness of the Company’s system of internal controls for the year ended 30 June 2025. During the course of its review the Board did not identify and was not advised of any failings or weaknesses relating to the Company’s portfolio that have been determined as material.

# Corporate Governance Report (continued)

## Internal Audit Function

Systems are in operation to safeguard the Company’s assets and shareholders’ investments, to maintain proper accounting records and to ensure that financial information used within the business, or published, is reliable.

The Company is an investment company, has no employees and delegates all executive activities to third-party service providers, principally among them, the Manager. The Board places reliance on the Company’s framework of internal control and the Audit and Risk Committee’s view on reporting received from specific second and third line of defence teams at the Manager.

The Manager’s Operational Risk team supports the Audit and Risk Committee in considering the independently audited reports on the effectiveness of internal controls in place at the Company’s third-party service providers. The Manager’s Internal Audit department provides regular reporting to the Board on the operations at the Manager and presents at least annually to the Audit and Risk Committee. The Board considers the need for its own internal audit function annually and continues to conclude that it is not necessary at the present time for the Company to have its own function.

## Communication with Shareholders

Please see page 27 for information about how the Company communicates with shareholders.

## Framework of Internal Controls

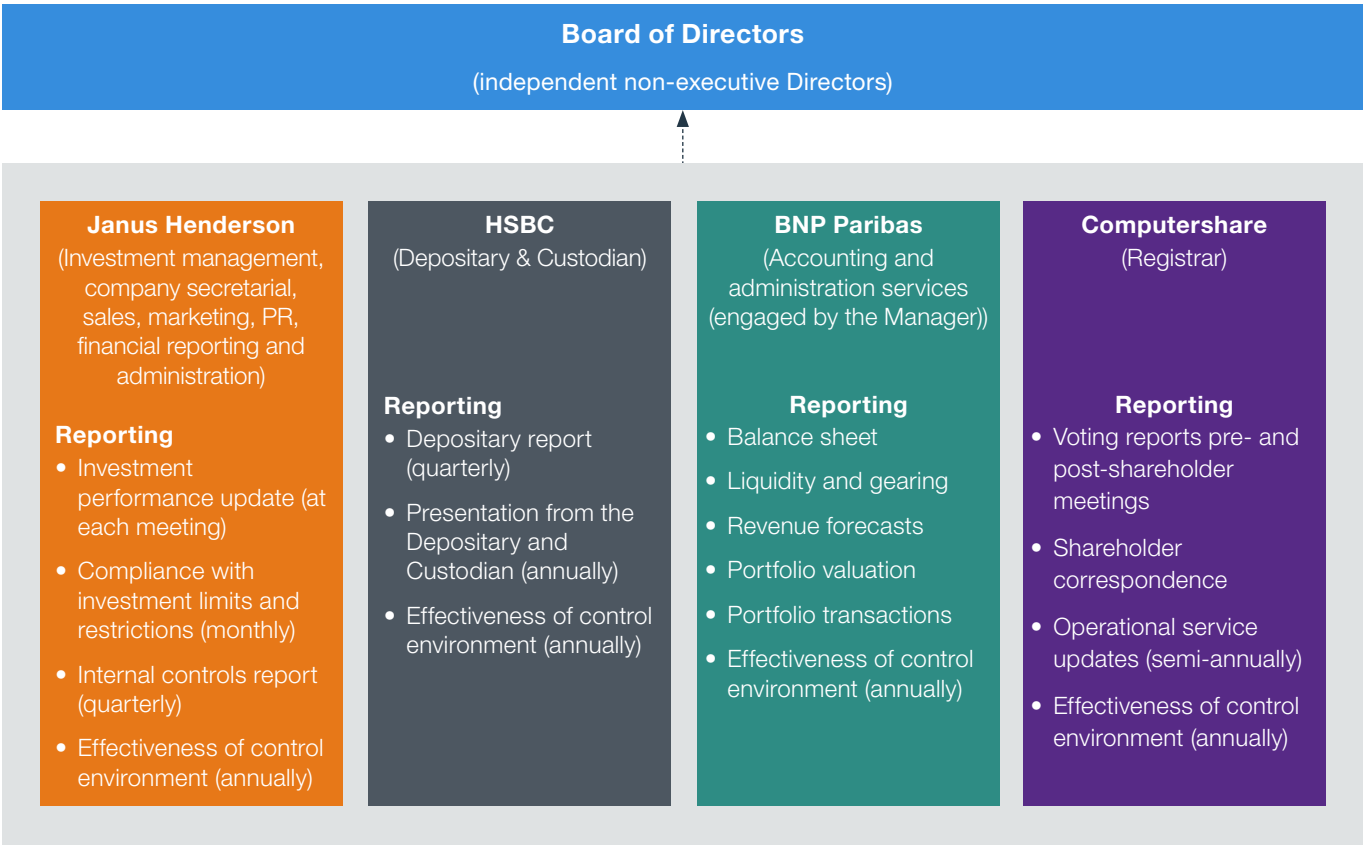
### How the system of internal control operates

The Board delegates contractually to third-party service providers all of the Company’s operational requirements. It maintains oversight of these providers throughout the year by receiving regular reporting on their activities. All are considered stakeholders.

The Nominations Committee formally evaluates the performance and service delivery of key third-party service providers at least annually.

The Audit and Risk Committee evaluates the performance of the Auditor on completion of each audit cycle and monitors the effectiveness of the control environment of the key third-party service providers each year through review of their annual assurance reports (usually ISAE 3202), supplemented by the view of the Manager’s Operational Risk team.

Ernst & Young LLP has been appointed as the Company’s Auditor.





# Audit and Risk Committee Report

I am pleased to present the Audit and Risk Committee Report for the year ended 30 June 2025.

## Membership

The members of the Audit and Risk Committee ("Committee") are Sally Lake (Committee Chair), Ominder Dhillon, Ted Holmes and Clare Wardle. Sally Lake became Chair of the Committee following the retirement of Samantha Wren on 31 October 2024. The Committee Chair is considered by the Board to have recent and relevant financial experience, and the Committee as a whole has competence relevant to the sector in which the Company operates and to the Company as an investment trust. The Chairman of the Board may attend meetings by invitation of the Chair.

## Meetings

The Committee usually meets at least three times a year, to review the half-year results, the annual results and to review the Company's internal controls. It met three times in the year under review. The Company's Auditor, the Fund Managers and the Manager's Financial Reporting Senior Manager for Investment Trusts are invited to attend meetings of the Committee on a regular basis. Other representatives of the Manager and BNP Paribas may also be invited to attend if deemed necessary by the Committee.

## Role and Responsibilities

The primary responsibilities of the Committee are: to ensure the integrity of the Company's financial reporting, including oversight of the preparation and audit of the annual financial statements; to monitor and review the effectiveness of the systems of internal control and risk management in place at the Manager and the Company's other third-party service providers; and to monitor the effectiveness and objectivity of the external Auditor. The Committee oversees the relationship with the external Auditor, approving the terms of their appointment or their removal.

The Audit and Risk Committee reports to the Board after each meeting and its responsibilities are set out in formal terms of reference which are reviewed at least annually.

## Activities during the Year

In the year under review, the Committee considered the following matters:

### Financial reporting

- The appropriateness of the Company's accounting policies and of the quality and effectiveness of the accounting records and management information maintained on behalf of the Company.
- The level of dividends to be paid by the Company, for recommendation to the Board.
- The disclosures made in the annual and half year reports in relation to internal controls and risk management,

viability, going concern and related parties and consideration of whether the report is fair, balanced and understandable and provides the information necessary for shareholders to assess the Company's position and performance, business model and strategy in order to make recommendations to the Board.

### Auditor

- The audit plan, including the principal areas of focus.
- The nature, scope and cost of the external audit and reviewing the Auditor's findings in this respect.
- The re-appointment and evaluation of the independence, effectiveness and objectivity of the Auditor.

### Internal controls and management of risk

- The principal risks facing the Company, including consideration of emerging risks, the risk management systems in place and the Company's risk map.
- Reports on the effectiveness of the internal controls in place at Janus Henderson and the Company's other principal third-party service providers and discussing them with the Manager's Operational Risk Team.
- Compliance with the terms of the loan notes in issue.
- The need for the Company to have its own internal audit function.
- The whistleblowing arrangements in place at the Manager and other key service providers for their staff to raise concerns, in confidence, about possible improprieties, including in relation to the Company.
- The Manager's policies and arrangements in relation to information security, meeting with the Janus Henderson Chief Information Security Officer.
- Meeting with representatives of Janus Henderson's business resilience and internal audit teams.
- The Company's anti-bribery policy, approach to tax evasion and the confirmations received from third-party service providers as to whether they have appropriate procedures in place in these respects.
- The annual confirmation from the Company's Depositary in respect of the safe-keeping of the Company's assets.

## External Audit

### Appointment and Tenure of the Auditor

Regulations currently in force require the Company to rotate audit firms after a period of ten years, which may be extended where audit tenders are carried out or where more than one audit firm is appointed to carry out the audit, subject to a maximum tenure of 20 years.

An audit tender was last carried out in 2023. The appointment of Ernst & Young LLP ("EY") as Auditor was recommended to the Board, and their appointment was confirmed by shareholders at the 2023 AGM. The financial statements for the year ended 30 June 2025 will be the second to be audited by EY and the second year for the audit partner, Mike Gaylor.

# Audit and Risk Committee Report (continued)

The Committee confirms that the Company is in compliance with the requirements of The Statutory Audit Services for Large Companies Market Investigation (Mandatory Use of Competitive Tender Processes and Audit Committee Responsibilities) Order 2014. This order relates to the frequency and governance of tenders for the appointment of the external auditors and the setting of the policy on the provision of non-audit services.

## Auditor's Independence

The Committee monitors the Auditor's independence through three aspects of its work:

- the approval of a policy regulating the non-audit services that may be provided by the Auditor to the Company;
- assessing the appropriateness of the fees paid to the Auditor for all work undertaken by them; and
- reviewing the information and assurances provided by the Auditor on their compliance with the relevant ethical standards. The Auditor provided no non-audit services during the year.

For the year ended 30 June 2025, EY confirmed that all of its partners and staff involved with the audit were independent of any links to the Company, and that these individuals had complied with their ethics and independence policies and procedures, which are fully consistent with the FRC's Ethical Standards. Having considered the above-mentioned aspects, the performance and behaviour of the Auditor during the audit process and the assurances received from EY, the Committee is satisfied that auditor independence and objectivity are safeguarded.

## Audit Fees

The fees payable to the Auditor for audit services in respect of the year ended 30 June 2025 were £65,000 (2024: £63,000) (inclusive of VAT).

## Policy on Non-Audit Services

The Committee has approved, and keeps under regular review, the policy on the provision of non-audit services by the auditor. The policy sets out that the Company's auditor will not be considered for non-audit work where this is prohibited by the current regulations and where it appears to affect their independence and objectivity. In addition, the provision of any non-audit services by the auditor is not permitted to exceed 70% of the average annual statutory audit fee for the three consecutive financial periods preceding the financial period to which the cap applies. Such services require approval in advance by the Committee, or Audit and Risk Committee Chair, following due consideration of the proposed services.

No non-audit services were provided by EY in the year under review.

## Audit for the Year ended 30 June 2025

In the year under review, EY challenged both the Manager's and the Board's judgements and exercised professional scepticism. The audit team required detailed evidence of all metrics, numbers and disclosures made within the Annual Report to support a robust assessment and evaluation of the financial information contained therein. As an example, the Manager provides the Committee and the Auditor with an analysis of special dividends and the rationale for whether these should be treated as income or capital. The Auditor's review included challenge to the Manager to provide additional justification or background to the dividends before confirming whether they concurred with the proposed treatment.

The Committee faces fewer issues of judgement than might apply with an operating business. Areas where the Committee challenges the Manager include the determination of the fair market value of debt in order to confirm the appropriate basis for calculation, and stress testing of the revenue forecast to support the dividend payment policy and the assumptions in the viability statement.

The Committee did not consider it necessary to request the Auditor to look at any specific areas in addition to those already identified in the audit plan in relation to the audit for the year ended 30 June 2025.

The Committee is satisfied that the Annual Report for the year ended 30 June 2025, taken as a whole, is fair, balanced and understandable and provides the information necessary for shareholders to assess the Company's position and performance, business model and strategy.

# Audit and Risk Committee Report (continued)

In relation to the Annual Report for the year ended 30 June 2025, the following significant issues were considered by the Committee:

Significant issue	How the issue was addressed
<b>Valuation and ownership of the Company's investments</b>	<p>The Directors have appointed the Manager, who outsources administration and accounting services to BNP Paribas, to perform the valuation of the assets of the Company in accordance with its responsibilities under the AIFMD rules. As required under the AIFMD rules, the Manager has adopted a written valuation policy, which may be modified from time to time. Actively traded investments are valued using stock exchange prices provided by third-party pricing vendors.</p> <p>Ownership of listed investments is verified by reconciliation to the Custodian's records and the Directors have received quarterly reports from the Depositary, which has responsibility for overseeing the Company's operations, including verification of ownership and valuation.</p>
<b>Recognition of income</b>	<p>Income received, including special dividends, is accounted for in line with the Company's accounting policy (as set out on page 72). Special dividends, and their treatment as revenue or capital, have been reviewed by the Committee and the rationale agreed.</p> <p>The Board reviews revenue forecasts at each Board meeting in support of the Company's future dividends.</p>
<b>Maintaining internal controls</b>	<p>Information about the internal control and risk management framework adopted by the Company is set out in the Corporate Governance Statement on pages 48 and 49.</p> <p>The Committee receives regular reports on internal controls from Janus Henderson, BNP Paribas, HSBC Bank plc and Computershare Investor Services plc and has access to the relevant personnel of Janus Henderson who have a responsibility for risk management and internal audit. The assurance report for one of the Company's service providers was qualified by the respective service auditor. The Committee thoroughly reviewed the instances giving rise to the qualification and received confirmation that the exceptions identified had no impact on the Company.</p> <p>The Committee also meets annually with representatives from Janus Henderson and HSBC Bank plc to discuss and challenge their reports.</p>
<b>Maintenance of investment trust status</b>	<p>The Committee has considered regularly the controls in place to ensure that the regulations for ensuring investment trust status are observed at all times, receiving supporting documentation from Janus Henderson and BNP Paribas.</p>

## Effectiveness of the External Audit

The Committee carried out a post-audit assessment of the performance of the Auditor. The Committee reviewed and assessed the robustness of the audit, the level of challenge offered by the audit team, the quality of the audit team and the timeliness of delivering the tasks required for the audit and reporting for the Committee.

The Auditor attended two Committee meetings in the year, when the Committee was considering the audit plan and the annual results. An initial audit planning meeting between EY, BNP Paribas, the Fund Managers and the Manager's staff was held. The Committee Chair met with the Auditor prior to the commencement of the audit and again to review the audit results prior to these being presented to the Committee.

The Auditor presented and discussed the findings of the FRC's latest Audit Quality Inspection Report on EY to the Committee and reported on the progress made by the firm in addressing the areas identified for improvement in the prior year's report.

In assessing the effectiveness of the audit process, the Committee Chair invited views from the Directors, the Fund

Managers and other members of the Manager's staff in assessing the robustness of the audit, level of challenge offered by the audit team, the quality of the audit team and timeliness of delivering the tasks required for the audit and reporting to the Committee. The Committee also met privately with the Audit Partner to discuss how the audit operated from his perspective.

Overall, the Committee considers that the audit quality for the year ended 30 June 2025 has been high and that the Manager and EY have worked together effectively. Following completion of the assessment, the Committee remained satisfied with the effectiveness of the audit provided by EY. EY have indicated their willingness to continue in office and resolutions re-appointing them as Auditor to the Company and authorising the Committee to determine their remuneration will be proposed at the AGM.

Sally Lake  
Chair of the Audit and Risk Committee  
16 September 2025

# Nominations Committee Report

## Membership

All Directors are members of the Committee. The Chairman of the Board is the Chairman of the Committee but would not chair meetings when the Committee is considering appointments for his successor.

## Meetings

The Committee meets at least once a year. One additional meeting was held in the year under review to agree the format for the annual Board evaluation.

## Role and Responsibilities

The Committee advises the Board on the composition of the Board and its Committees, in making appointments to the Board and ensuring suitable succession plans are in place for the Directors and the Fund Manager. It also reviews and monitors the engagement and performance of the Manager and other third-party service providers.

Its principal responsibilities include: reviewing the structure, size and composition of the Board and its Committees and leading the search for suitable candidates to fill roles as required, taking into consideration the balance of skills, knowledge, experience and diversity on the Board; ensuring annual performance evaluations are carried out, discussing the outcomes from those evaluations and making recommendations to the Board; considering the proposed election and re-election of Directors ahead of each AGM; and evaluating the overall performance and terms of engagement of the Manager and other third-party service providers.

## Succession Planning and Recruitment

When considering succession planning, the Committee bears in mind the balance of skills, knowledge, experience and diversity existing on the Board. Once a decision is made to recruit an additional Director, a formal job description is drawn up. The Committee will engage external recruitment agencies to facilitate the search. The Committee will assess candidates against objective criteria and with due regard for the benefits of diversity on the Board (including gender, social and ethnic backgrounds, as well as cognitive and personal strengths), taking care that any candidates recommended for appointment will be able to allocate sufficient time to the Company to discharge their responsibilities fully and effectively.

New appointments to the Board are made on a staggered basis in line with the tenure policy, ensuring ongoing refreshment combined with the importance of maintaining continuity and corporate knowledge. As part of the evaluation process, the Committee reviews the tenure of the Directors. At the date of this report, the Directors have been on the Board for between 1 and 7 years.

In the normal course of events, Mr Holmes will be due to retire at the 2027 AGM. The Committee currently intends to commence steps to recruit a successor to Mr Holmes during the final quarter of 2026.

The Committee also reviews and recommends to the Board the Directors seeking re-election. Recommendation is not automatic and will follow a process of evaluation of each Director's performance and consideration of the Director's independence, including their time commitment. The Committee also takes into account the mix of skills and experience of the current Board members.

## Directors' Performance Review

Each year, the Committee assesses the composition of the Board and its performance, including that of individual Directors. An external review is conducted every three years, and this year the evaluation was carried out by Stogdale St James ("Stogdale"). The appraisal of the Chairman was led by Clare Wardle as the Senior Independent Director, assisted by Stogdale. Stogdale have no connection with the Company or any of the Directors.

The evaluation was conducted by way of in-depth interviews individually with each Director, and also with the Fund Managers, Corporate Secretary, various members of the JHI Investment Trusts team and the Corporate Broker.

The areas considered included Board composition and dynamics, management of meetings and support from the Manager in this respect, the appropriateness of the investment strategy and performance, the quality of the Board's understanding of shareholders' views and the Manager's sales and marketing activities, succession planning and priorities for change. A review of the performance and effectiveness of the Board Committees was included as part of the evaluation process.

Following completion of the review, the Committee concluded that the Board remained fit for purpose and worked in a harmonious, effective and collegiate manner. Directors gave an appropriate level of focus and discussion to the oversight of strategy and performance. There was a very good range of skills represented on the Board and a clear understanding of the risks facing the Company. The Board Committees were operating effectively. Mrs Wardle also reported that the Chairman provided effective leadership. No areas of material weakness or concern were identified by the external evaluator. The Committee accordingly recommended to the Board that it should support those Directors seeking re-election at the 2025 AGM.

## Diversity and Inclusion

All Board appointments are subject to a formal, rigorous and transparent procedure. The Company seeks to ensure that any Board vacancies are filled by the most qualified candidates based on objective criteria and merit and in the context of the skills, knowledge and experience that are needed for the Board to be effective.

Whilst the Board does not feel that it would be appropriate to use specific diversity targets, given its small size, the Directors acknowledge that diversity is important to ensure that the



# Nominations Committee Report (continued)

Company can draw on a broad range of backgrounds, skills, knowledge, experience and perspectives to achieve effective stewardship of the Company. An integral part of the appointment process includes the consideration of diversity in its broadest sense and the Nominations Committee ensures that long lists of potential non-executive Directors include diverse candidates of appropriate experience and merit.

In all the Nominations Committee's activities, there will be no discrimination on the grounds of gender, race, ethnicity, religion, sexual orientation, age or physical ability.

As at 30 June 2025, two out of the five Directors (40%) were women and the two women Directors both held senior positions, one being the Senior Independent Director and the other the Audit and Risk Committee Chair. The Board was also meeting the recommendation that at least one Director is from an ethnic minority background.

The following tables set out the gender and ethnic diversity of the Board at 30 June 2025:

Gender identity	Number of Board members	Percentage of the Board	Number of senior positions on the Board <sup>1</sup>
Men	3	60	1
Women	2	40	2

Ethnic background	Number of Board members	Percentage of the Board	Number of senior positions on the Board <sup>1</sup>
White British or other White (including minority-white groups)	4	80	3
Asian/Asian British	1	20	–

<sup>1</sup> Senior positions include Chairman, Senior Independent Director and Audit and Risk Committee Chair

As an investment trust company with solely independent, non-executive Directors, the Company does not have a Chief Executive or a Chief Financial Officer and has no employees. Accordingly, there are no disclosures about executive management positions to be included. The role of Audit and Risk Committee Chair is considered to be a senior position and has been included in the above tables. The categories for ethnic groups which are not represented on the Board are not included in the ethnic background table. The information in the tables was provided by individual Directors in response to a request from the Company.

There have been no changes to the Board or the roles of Directors since 30 June 2025.

## Performance of Third-Party Service Providers

Each year, the Committee carries out an evaluation of the Manager and the Company's key third-party service providers and their respective terms of engagement.

The Committee's evaluation of the Manager includes assessing whether the contractual arrangements and remuneration structure in place remain appropriate and competitive and in the interests of shareholders as a whole. The Committee also considers the arrangements in place at Janus Henderson in terms of a short-term incapacity of the Fund Manager and succession planning for the Fund Manager over the longer term. The evaluation includes consideration of the quality of the team involved in all aspects of servicing the Company and a review of the stability of the management group and its business priorities.

Following its review, the Committee concluded that it was in the interests of shareholders as a whole to recommend to the Board that the appointment of the Manager should continue on the existing terms. The Committee also recommended the continuation of the appointment of the other key third-party service providers.

Sir Laurie Magnus CBE  
Nominations Committee Chairman  
16 September 2025

# Directors' Remuneration Report

## Remuneration Policy

The Remuneration Policy ("the Policy") sets out the principles applied in the remuneration of the Company's Directors. The Policy was last approved by shareholders at the AGM on 31 October 2023. It will continue in force until the AGM in 2026.

The Board has not established a separate remuneration committee and matters relating to Directors' remuneration are dealt with by the Board as a whole. Individual Directors do not participate in discussions relating to their own remuneration. The appropriateness and relevance of the Policy is reviewed at least annually, particularly in terms of whether the policy supports the Company's long-term sustainable success. In determining the Policy, the Board takes into account all factors which it deems necessary, including relevant legal and regulatory requirements, the provisions and recommendations of the UK Code and the AIC Code and fees paid to directors of comparable investment trusts.

The objective of the Policy is to attract, retain and motivate non-executive Directors of the quality required to manage the Company successfully. The Company's approach is that fees payable to the non-executive Directors should reflect the time spent on the Company's affairs, reflect the responsibilities borne by the Directors, and be sufficient to promote the long-term success of the Company.

Directors are remunerated in the form of fees payable to the Director personally quarterly in arrears. Fees are pro-rated where a change takes place during a financial year. The total annual aggregate fees payable to Directors shall not exceed £350,000.

The Chairman of the Board is paid a higher fee in recognition of his additional responsibilities, as is the Senior Independent Director and Chair of the Audit and Risk Committee. The Directors may be reimbursed for all reasonable and properly documented expenses incurred in the performance of their duties. The level of fees paid to each Director is reviewed annually, although such a review may not necessarily result in any change to the rates. The level of fees paid to the directors of other investment companies of a similar size and nature is taken into account when carrying out the review in order to avoid and manage conflicts of interest in determining remuneration levels. The Board may amend the level of remuneration paid to individual Directors within the parameters of the Policy.

No Director is eligible to receive bonuses, pension benefits, share options or other benefits and no long-term incentive schemes are in place.

The Policy, irrespective of any changes, is put to shareholders at intervals of not more than three years with the next approval due to be sought at the AGM in 2026.

## Letters of appointment

All Directors are non-executive and are appointed under a Letter of Appointment. No Director has a service contract with the Company. There are no set notice periods and a Director may resign by notice in writing to the Board at any time. No compensation is payable for loss of office.

## Recruitment principles

All Directors, including any new appointments to the Board, are paid at the same rate. The Chairman of the Board, Senior Independent Director and Chair of the Audit and Risk Committee are paid higher fees in recognition of their additional responsibilities.

The Board will not pay any introductory fee or incentive to any person to encourage them to become a Director, but may pay the fees of search and selection specialists in connection with the appointment of any new non-executive Director.

The Company intends to appoint only non-executive Directors for the foreseeable future.

## Views of shareholders

Any views expressed by shareholders on the fees being paid to Directors would be taken into consideration by the Board when reviewing levels of remuneration.

## Annual Report on Remuneration

This report is submitted in accordance with Schedule 8 of The Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 as amended (the "Regulations"). The report also meets the relevant requirements of the Companies Act 2006 (the "Act") and the UK Listing Rules of the FCA and describes how the Board has applied the principles relating to Directors' remuneration.

As required by the Act, an ordinary resolution to approve the Directors' Remuneration Report will be proposed at the forthcoming AGM.

# Directors' Remuneration Report (continued)

The Company's Auditor is required to report on certain information contained within this report; where information set out below has been audited, it is indicated as such.

All Directors are non-executive and the Company has no chief executive officer or employees; as such some of the reporting requirements contained in the Regulations are not applicable and have not been reported on, including the requirement for a future policy table and an illustrative representation of the level of remuneration that could be received by each individual Director. It is believed that all relevant information is disclosed within this report in an appropriate format.

The Board has not been provided with advice or services by any person in respect of its consideration of the Directors' remuneration.

## Statement from the Chairman

As the Company has no employees and the Board comprises entirely non-executive Directors, the Board has not established a separate Remuneration Committee. Directors' remuneration is reviewed annually and is determined by the Board as a whole within the parameters approved by shareholders.

During the year, the Board reviewed the fees paid by other investment companies in the AIC UK Equity Income sector (the Company's peer group), fees paid to directors of other large investment trusts with assets of over £1 billion (excluding sector specialists) and those paid by the Janus Henderson managed investment trusts. The Board also took into consideration the prevailing rate of inflation, looking at RPI, CPI, as well as the increasing responsibilities and time commitment required of Directors. Following consideration, the Directors' fees were increased with effect from 1 January 2025 by 2.3% (rounded to the nearest £100), in line with CPI. The new rates are as set out in the table below. The increases were to ensure that the Directors are properly remunerated for their services to the Company and so that the Company can remain competitive when seeking new Directors. There have been no other major decisions on Directors' remuneration or any other changes to the remuneration paid to each individual Director in the year under review.

The Board is satisfied that the changes to the remuneration of the Directors are compliant with the Directors' Remuneration Policy approved by shareholders at the 2023 AGM. There will be no significant change in the way that the Remuneration Policy will be implemented in the course of the next financial year.

## Directors' annual fees

The current fees for specific responsibilities are set out in the table below. Other than the Chair of the Audit and Risk Committee, no fees are payable for membership of the Board's Committees.

Role	Rate at 30 June 2025 £	Rate at 30 June 2024 £
Chairman of the Board	<b>56,500</b>	55,200
Chair of the Audit and Risk Committee	<b>42,500</b>	41,500
Senior Independent Director	<b>38,900</b>	38,000
Other non-executive Directors	<b>35,300</b>	34,500

## Performance

The chart below illustrates the total shareholder return for a holding in the Company's shares over the ten-year period to 30 June 2025 as compared with the FTSE All-Share Index, which was adopted as the Company's benchmark index with effect from 1 July 2019.

### Total return performance over the ten-year period to 30 June 2025



# Directors' Remuneration Report (continued)

## Directors' remuneration (audited)

The remuneration paid to the Directors who served during the year ended 30 June 2025 and 30 June 2024 was as follows:

	Year ended 30 June 2025 Total salary and fees £	Year ended 30 June 2024 Total salary and fees £	Year ended 30 June 2025 Total expenses and taxable benefits £	Year ended 30 June 2024 Total expenses and taxable benefits £	Year ended 30 June 2025 Total £	Year ended 30 June 2024 Total £
Ominder Dhillon	34,900	33,700	250	815	35,150	34,515
Ted Holmes	34,900	33,700	–	–	34,900	33,700
Sally Lake <sup>1</sup>	36,804	–	–	–	36,804	–
Sir Laurie Magnus <sup>2</sup>	55,850	53,900	–	–	55,850	53,900
Clare Wardle	38,550	37,000	–	–	38,550	37,000
Samantha Wren <sup>3</sup>	13,833	40,500	–	–	13,833	40,500
<b>Total</b>	<b>214,837</b>	<b>198,800</b>	<b>250</b>	<b>815</b>	<b>215,087</b>	<b>199,615</b>

### Notes:

The amounts paid by the Company to the Directors were for services as non-executive Directors. The table above omits other columns set out in the relevant regulations because no payments of other types such as performance-related pay and pension-related payments were made. No variable pay was paid to any Director

1 Appointed as a non-executive Director on 1 August 2024 and appointed as Chair of the Audit and Risk Committee on 31 October 2024

2 Chair and highest paid Director

3 Chair of the Audit and Risk Committee until resignation on 31 October 2024

No other remuneration or compensation was paid or payable by the Company during the year to any of the current or former Directors or third parties.

## Annual change in Directors' remuneration

The table below sets out the annual percentage change in Directors' fees for the Directors for the last five years in respect of each Director that has served for a minimum of two financial years.

Director	Year to 30 June 2025 %	Year to 30 June 2024 %	Year to 30 June 2023 %	Year to 30 June 2022 %	Year to 30 June 2021 %
Ominder Dhillon <sup>1</sup>	3.6	5.0	n/a	n/a	n/a
Ted Holmes	3.6	5.0	4.4	2.5	1.9
Sally Lake <sup>2</sup>	n/a	n/a	n/a	n/a	n/a
Sir Laurie Magnus <sup>3</sup>	3.6	5.0	4.4	16.3 <sup>4</sup>	n/a
Clare Wardle <sup>5</sup>	3.9	4.7	7.5 <sup>6</sup>	9.6 <sup>6</sup>	n/a

1 Appointed a Director on 1 September 2021

2 Appointed a Director on 1 August 2024

3 Appointed a Director on 1 March 2020

4 Sir Laurie Magnus was appointed Chairman on 27 October 2020. The % increase reflects his change of role during the course of the year to 30 June 2021 and the additional fee associated with this position

5 Appointed a Director on 1 November 2019

6 Clare Wardle was appointed as Senior Independent Director on 28 October 2021. The % increase reflects her change of role during the course of the year to 30 June 2022

## Directors' interests in shares (audited)

Beneficial interest	Ordinary shares of 25p	
	30 June 2025	1 July 2024 or date of appointment, if later
Ominder Dhillon	5,943	5,943
Ted Holmes	10,000	10,000
Sally Lake	9,200	–
Sir Laurie Magnus	110,000	110,000
Clare Wardle	16,447	16,447
Samantha Wren <sup>1</sup>	n/a	9,820

1 Resigned as a Director on 31 October 2024

The interests of the Directors and their connected persons in the ordinary shares of the Company at the beginning and end of the financial year are shown in the above table. There have been no changes to any of the Directors' interests in the period from 1 July 2025 to the date of this report. No Director has any interests in the preference or preferred stock of the Company.

The Company does not have a shareholding requirement for Directors.



# Directors' Remuneration Report (continued)

## Relative importance of spend on pay

In order to show the relative importance of spend on pay, the table below sets out the total level of remuneration compared with the distributions to shareholders by way of dividends. In the year under review, 2,530,895 ordinary shares were bought back by the Company into treasury. There were no other significant distributions, payments or other uses of the Company's net return or cash flow deemed to assist in the understanding of the relative importance of spend on pay.

	2025 £	2024 £	Change £	Change %
Total Directors' remuneration <sup>1</sup>	215,087	199,615	15,472	7.8
Ordinary dividends paid	104,438,793	102,343,736	2,095,057	2.1

<sup>1</sup> The higher % increase in Directors' remuneration relative to the increase in dividends reflects that there were six Directors on the Board for part of the year to ensure an orderly handover of the Audit and Risk Committee Chair responsibility

## Statement of voting at AGM

At the Company's last AGM held on 31 October 2024, shareholders approved the Directors' Remuneration Report in respect of the year ended 30 June 2024. Shareholders last approved the Directors' Remuneration Policy at the AGM on 31 October 2023.

Resolution	For (including discretionary)	% of total votes <sup>1</sup>	Against	% of total votes <sup>1</sup>	Withheld
Remuneration Policy	6,622,825	99.2	56,004	0.8	53,908
Remuneration Report	6,117,823	99.4	39,464	0.6	30,799

<sup>1</sup> Excluding votes withheld

## Approval of the Annual Report on Remuneration

The Annual Report on Remuneration was approved by the Board on 16 September 2025.

On behalf of the Board

Sir Laurie Magnus CBE  
Chairman  
16 September 2025

# Statement of Directors' Responsibilities

The Directors are responsible for preparing the Annual Report, the Directors' Remuneration Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (UK Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and the Republic of Ireland", and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the net return or loss of the Company for that period. 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, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements and the Directors' Remuneration Report comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Under applicable law and regulations, the Directors are also responsible for preparing a Strategic Report, Directors' Report and Statement of Corporate Governance that comply with that law and those regulations.

The Directors consider that the Annual Report, taken as a whole, is fair, balanced and understandable and provides the information necessary for shareholders to assess the Company's position and performance, business model and strategy.

## Directors' Responsibility Statement

Each of the Directors, who are listed on pages 38 and 39, confirms that, to the best of his or her knowledge:

- the Company's financial statements, which have been prepared in accordance with UK Accounting Standards on a going concern basis, give a true and fair view of the assets, liabilities, financial position and return of the Company; and
- the Strategic Report and financial statements include a fair review of the development and performance of the business and the position of the Company, together with a description of the principal risks and uncertainties that it faces.

On behalf of the Board

Sir Laurie Magnus CBE  
Chairman  
16 September 2025

The financial statements are published on the website [www.cityinvestmenttrust.com](http://www.cityinvestmenttrust.com).

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The maintenance and integrity of the website is the responsibility of Janus Henderson; the work carried out by the Auditor does not involve consideration of these matters and, accordingly, the Auditor accepts no responsibility for any changes that may have occurred to the Annual Report since it was initially presented on the website.

# Independent Auditor's Report to the Members of The City of London Investment Trust plc

## Opinion

We have audited the financial statements of The City of London Investment Trust plc (the "Company") for the year ended 30 June 2025 which comprise the Income Statement, the Statement of Changes in Equity and the Statement of Financial Position and the related notes 1 to 23, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the Company's affairs as at 30 June 2025 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Independence

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard as applied to public interest entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

The non-audit services prohibited by the FRC's Ethical Standard were not provided to the Company and we remain independent of the Company in conducting the audit.

## Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Our evaluation of the Directors' assessment of the Company's ability to continue to adopt the going concern basis of accounting included:

- Confirming our understanding of the Company's going concern assessment process by engaging with the Directors and the Corporate Secretary to determine if all key factors were considered in their assessment.
- Inspecting the Directors' assessment of going concern, including the revenue forecast, for the period to 16 September 2026 which is at least 12 months from the date these financial statements are authorised for issue. In preparing the revenue forecast, the Company has concluded that it is able to continue to meet its ongoing costs as they fall due.
- Reviewing the factors and assumptions, including the impact of the current economic environment and other significant events that could give rise to market volatility, as applied to the revenue forecast and the liquidity assessment of the investments. We considered the appropriateness of the methods used to calculate the revenue forecast and the liquidity assessment and determined, through testing of the methodology and calculations, that the methods, inputs and assumptions utilised were appropriate to be able to make an assessment for the Company.
- Considering the mitigating factors included in the revenue forecast that are within the control of the Company. We reviewed the Company's assessment of the liquidity of investments held and evaluated the Company's ability to sell those investments to cover the working capital requirements should revenue decline significantly.
- In relation to the Company's borrowing arrangements, inspecting the Directors' assessment of the level of gearing. We recalculated the Company's compliance with debt covenants and performed stress testing to assess the likelihood of the Company breaching the financial covenants as a result of a reduction in the value of the Company's portfolio.
- Reviewing the Company's going concern disclosures included in the annual report in order to assess that the disclosures were appropriate and in conformity with the reporting standards.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for the period assessed by the Directors, being the period to 16 September 2026, which is at least 12 months from the date these financial statements are authorised for issue.

# Independent Auditor’s Report to the Members of The City of London Investment Trust plc (continued)

In relation to the Company’s reporting on how they have applied the UK Corporate Governance Code, we have nothing material to add or draw attention to in relation to the Directors’ statement in the financial statements about whether the Directors considered it appropriate to adopt the going concern basis of accounting.

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

## Overview of our audit approach

<b>Key audit matters</b>	• Risk of incomplete or inaccurate revenue recognition, including the classification of special dividends as revenue or capital items in the Income Statement.
	• Risk of incorrect valuation or ownership of the investment portfolio.
<b>Materiality</b>	• Overall materiality of £23.32m which represents 1% of shareholders’ funds.

## An overview of the scope of our audit

### Tailoring the scope

Our assessment of audit risk, our evaluation of materiality and our allocation of performance materiality determine our audit scope for the Company. This enables us to form an opinion on the financial statements. We take into account size, risk profile, the organisation of the Company and effectiveness of controls, the potential impact of climate change and changes in the business environment when assessing the level of work to be performed. All audit work was performed directly by the audit engagement team.

### Climate change

There has been increasing interest from stakeholders as to how climate change will impact companies. The Company has determined that the impact of climate change could affect the Company’s investments. This is explained in the principal and emerging risks and uncertainties section on page 30, which forms part of the “Other information,” rather than the audited financial statements. Our procedures on these disclosures therefore consisted solely of considering whether they are materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appear to be materially misstated.

Our audit effort in considering climate change was focused on the adequacy of the Company’s disclosures in the financial statements as set out in note 1(a) and conclusion that there was no further impact of climate change to be taken into account as the investments are valued based on market pricing as required by FRS 102. We also challenged the Directors’ considerations of climate change risks in their assessment of going concern and viability and associated disclosures.

### Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period and include the most significant assessed risks of material misstatement (whether or not due to fraud) that we identified. These matters included those which had the greatest effect on: the overall audit strategy, the allocation of resources in the audit; and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the financial statements as a whole, and in our opinion thereon, and we do not provide a separate opinion on these matters.



# Independent Auditor's Report to the Members of The City of London Investment Trust plc (continued)

Risk	Our response to the risk	Key observations communicated to the Audit and Risk Committee
<p><b>Incomplete or inaccurate revenue recognition, including the classification of special dividends as revenue or capital items in the Income Statement</b> (as described on page 52 in the Audit and Risk Committee Report and as per the accounting policy set out on page 72.</p> <p>The total revenue for the year to 30 June 2025 is £112.47m (2024: £109.71m), consisting primarily of dividend income from listed equity investments.</p> <p>The Company received three special dividends amounting to £0.62m (2024: £6.46m), of which £0.62m (2024: £1.04m) was classified as revenue and £nil (2024: £5.42m) was classified as capital.</p> <p>There is a risk of incomplete or inaccurate recognition of revenue through the failure to recognise proper income entitlements or to apply an appropriate accounting treatment.</p> <p>The Directors may be required to exercise judgement in determining whether income receivable in the form of special dividends should be classified as 'revenue' or 'capital' in the Income Statement.</p>	<p><b>We performed the following procedures:</b></p> <p>We obtained an understanding of the processes and controls surrounding revenue recognition, including the classification of special dividends by performing walkthrough procedures.</p> <p>For 100% of dividends received and accrued, we recalculated the income by multiplying the investment holdings at the ex-dividend date, traced from the accounting records, by the dividend per share, which was agreed to an independent data vendor. We also agreed all exchange rates to an independent data vendor and agreed a sample of dividend receipts to bank statements.</p> <p>For 100% of dividends accrued, we reviewed the investee company announcement to assess whether the dividend entitlements arose prior to 30 June 2025.</p> <p>To test completeness of recorded income, we verified that expected dividends for each investee company held during the year had been recorded as income with reference to investee company announcements obtained from an independent data vendor.</p> <p>For all investments held during the year, we inspected the type of dividends paid with reference to an external data vendor to identify those which were special dividends. The Company received three special dividends in the year, all classified as revenue. The total value of special dividends were immaterial to our audit.</p>	<p>The results of our procedures identified no material misstatement in relation to the risk of incomplete or inaccurate revenue recognition, including incorrect classification of special dividends as revenue or capital items in the Income Statement.</p>

# Independent Auditor’s Report to the Members of The City of London Investment Trust plc (continued)

Risk	Our response to the risk	Key observations communicated to the Audit and Risk Committee
<p><b>Incorrect valuation or ownership of the investment portfolio</b> (as described on page 52 in the Audit and Risk Committee Report and as per the accounting policy set out on page 71.</p> <p>The valuation of the investment portfolio at 30 June 2025 was £2,455.88m (2024: £2,246.59m) consisting primarily of listed investments.</p> <p>The valuation of the investments held by the Company is the key driver of the Company’s net asset value and total return. Incorrect investment pricing, or a failure to maintain proper legal title of the assets held by the Company could have a significant impact on the net asset value and the return generated for shareholders.</p> <p>The fair value of listed investments is determined using quoted market bid prices at close of business on the reporting date.</p> <p>The Company participates in stock lending activity governed by a stock lending agreement with the custodian, HSBC. The agreement allows the custodian to use, for their own purposes, the collateral posted for the stocks on loan. There is a risk that valuation or ownership of the stocks on loan is incorrect.</p>	<p><b>We performed the following procedures:</b></p> <p>We obtained an understanding of the processes surrounding investment pricing and legal title of listed investments by performing walkthrough procedures.</p> <p>For 100% of investments in the portfolio, including the stocks on loan and collateral, we verified the market prices and exchange rates applied to an independent pricing vendor and recalculated the investment valuations as at the year end.</p> <p>For all investments in the portfolio, we obtained the market prices from an independent pricing vendor for five business days pre and post the year end date and calculated the day-on-day movements to identify any stale prices. We verified that the listed prices are valid fair values through review of trading activity.</p> <p>We compared the Company’s investment holdings including the stocks on loan as at 30 June 2025 to an independent confirmation received directly from the Company’s Custodian and Depository.</p>	<p>The results of our procedures identified no material misstatement in relation to the risk of incorrect valuation or ownership of the investment portfolio.</p>

## Our application of materiality

We apply the concept of materiality in planning and performing the audit, in evaluating the effect of identified misstatements on the audit and in forming our audit opinion.

### Materiality

*The magnitude of an omission or misstatement that, individually or in the aggregate, could reasonably be expected to influence the economic decisions of the users of the financial statements. Materiality provides a basis for determining the nature and extent of our audit procedures.*

We determined materiality for the Company to be £23.32m (2024: £20.98m), which is 1% (2024: 1%) of net assets. We believe that shareholders’ funds provide us with materiality aligned to the key measurement of the Company’s performance.

During the course of our audit, we reassessed initial materiality and found no reason to alter the basis of calculation at year end.

### Performance materiality

*The application of materiality at the individual account or balance level. It is set at an amount to reduce to an appropriately low level the probability that the aggregate of uncorrected and undetected misstatements exceeds materiality.*

On the basis of our risk assessments, together with our assessment of the Company’s overall control environment, our judgement was that performance materiality was 75% (2024: 50%) of our planning materiality, namely £17.49m (2024: £10.49m). We have set performance materiality at this percentage due to our past experience of working with the Company which therefore indicates a lower risk of misstatements, both corrected and uncorrected.

# Independent Auditor's Report to the Members of The City of London Investment Trust plc (continued)

Given the importance of the distinction between revenue and capital for investment trusts, we also applied a separate testing threshold for the revenue column of the Income Statement of £5.36m (2024: £5.26m) being 5% (2024: 5%) of the revenue net return before taxation.

## Reporting threshold

*An amount below which identified misstatements are considered as being clearly trivial.*

We agreed with the Audit and Risk Committee that we would report to them all uncorrected audit differences in excess of £1.17m (2024: £1.05m), which is set at 5% (2024: 5%) of planning materiality, as well as differences below that threshold that, in our view, warranted reporting on qualitative grounds.

We evaluate any uncorrected misstatements against both the quantitative measures of materiality discussed above and in light of other relevant qualitative considerations in forming our opinion.

## Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Directors are responsible for the other information contained within the annual report.

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

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

We have nothing to report in this regard.

## Opinions on other matters prescribed by the Companies Act 2006

In our opinion the part of the Directors' Remuneration Report to be audited has been properly prepared in accordance with the Companies Act 2006.

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

## Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements and the part of the Directors' Remuneration Report to be audited are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

## Corporate Governance Statement

We have reviewed the Directors' statement in relation to going concern, longer-term viability and that part of the Corporate Governance Statement relating to the Company's compliance with the provisions of the UK Corporate Governance Code specified for our review by the UK Listing Rules.

Based on the work undertaken as part of our audit, we have concluded that each of the following elements of the Corporate Governance Statement is materially consistent with the financial statements or our knowledge obtained during the audit:

# Independent Auditor's Report to the Members of The City of London Investment Trust plc (continued)

- Directors' statement with regards to the appropriateness of adopting the going concern basis of accounting and any material uncertainties identified set out on page 71;
- Directors' explanation as to its assessment of the Company's prospects, the period this assessment covers and why the period is appropriate set out on page 32;
- Director's statement on whether it has a reasonable expectation that the Company will be able to continue in operation and meets its liabilities set out on page 32;
- Directors' statement on fair, balanced and understandable set out on page 59;
- Board's confirmation that it has carried out a robust assessment of the emerging and principal risks set out on page 30;
- The section of the annual report that describes the review of effectiveness of risk management and internal control systems set out on page 48; and
- The section describing the work of the Audit and Risk Committee set out on page 50.

## Responsibilities of Directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 59, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

## Auditor's responsibilities for the audit of the financial statements

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

## Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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

However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the Company and management.

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are UK GAAP, the Companies Act 2006, the UK Listing Rules, the UK Corporate Governance Code, the Statement of Recommended Practice for the Financial Statements of Investment Trust Companies as issued by the Association of Investment Companies, Section 1158 of the Corporation Tax Act 2010 and The Companies (Miscellaneous Reporting) Regulations 2018.
- We understood how the Company is complying with those frameworks through discussions with the Audit and Risk Committee and Company Secretary, review of Board and committee minutes and review of papers provided to the Audit and Risk Committee.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the key risks impacting the financial statements. We identified a fraud risk with respect to the incomplete or inaccurate revenue recognition through incorrect classification of special dividends as revenue or capital items in the Income Statement. Further discussion of our approach is set out in the section on key audit matters above.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the Directors with respect to the application of the documented policies and procedures and review of the financial statements to ensure compliance with the reporting requirements of the Company.



# Independent Auditor's Report to the Members of The City of London Investment Trust plc (continued)

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

## Other matters we are required to address

- Following the recommendation from the Audit and Risk Committee, we were appointed by the Company on 31 October 2023 to audit the financial statements for the year ending 30 June 2024 and subsequent financial periods.
- The period of total uninterrupted engagement including previous renewals and reappointments is two years, covering the year ended 30 June 2025.
- The audit opinion is consistent with the additional report to the Audit and Risk Committee.

## Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mike Gaylor (Senior statutory auditor)  
For and on behalf of Ernst & Young LLP  
Statutory Auditor  
London  
16 September 2025

# Financial Statements



# Income Statement

Notes		Year ended 30 June 2025			Year ended 30 June 2024		
		Revenue return £'000	Capital return £'000	Total return £'000	Revenue return £'000	Capital return £'000	Total return £'000
2	Gains on investments held at fair value through profit or loss	–	244,522	244,522	–	200,864	200,864
3	Income from investments held at fair value through profit or loss	112,223	–	112,223	109,335	–	109,335
4	Other interest receivable and similar income	242	–	242	371	–	371
	<b>Gross revenue and capital gains</b>	<b>112,465</b>	<b>244,522</b>	<b>356,987</b>	<b>109,706</b>	<b>200,864</b>	<b>310,570</b>
5	Management fee	(2,006)	(4,680)	(6,686)	(1,927)	(4,497)	(6,424)
6	Other administrative expenses	(1,228)	–	(1,228)	(1,009)	–	(1,009)
	<b>Net return before finance costs and taxation</b>	<b>109,231</b>	<b>239,842</b>	<b>349,073</b>	<b>106,770</b>	<b>196,367</b>	<b>303,137</b>
7	Finance costs	(1,954)	(4,191)	(6,145)	(1,666)	(3,520)	(5,186)
	<b>Net return before taxation</b>	<b>107,277</b>	<b>235,651</b>	<b>342,928</b>	<b>105,104</b>	<b>192,847</b>	<b>297,951</b>
8	Taxation	(812)	–	(812)	(533)	–	(533)
	<b>Net return after taxation</b>	<b>106,465</b>	<b>235,651</b>	<b>342,116</b>	<b>104,571</b>	<b>192,847</b>	<b>297,418</b>
9	<b>Return per ordinary share – basic and diluted</b>	<b>21.57p</b>	<b>47.74p</b>	<b>69.31p</b>	<b>20.87p</b>	<b>38.48p</b>	<b>59.35p</b>

The total columns of this statement represent the Company's Income Statement. The revenue return and capital return columns are supplementary to this and are prepared under guidance published by the Association of Investment Companies. All revenue and capital items in the above statement derive from continuing operations. The Company has no recognised gains or losses other than those recognised in the Income Statement.

# Statement of Changes in Equity

Notes	Year ended 30 June 2025	Called up share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Other capital reserves £'000	Revenue reserve £'000	Total £'000
	At 1 July 2024	125,666	1,072,624	2,707	849,910	46,621	2,097,528
	Net return after taxation	–	–	–	235,651	106,465	342,116
17, 19	Buyback of 2,530,895 ordinary shares for treasury	–	–	–	(11,154)	–	(11,154)
17, 18, 19	Sale of 1,685,000 ordinary shares from treasury	–	855	–	7,086	–	7,941
10	Dividends paid	–	–	–	–	(104,392)	(104,392)
	<b>At 30 June 2025</b>	<b>125,666</b>	<b>1,073,479</b>	<b>2,707</b>	<b>1,081,493</b>	<b>48,694</b>	<b>2,332,039</b>

Notes	Year ended 30 June 2024	Called up share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Other capital reserves £'000	Revenue reserve £'000	Total £'000
	At 1 July 2023	124,339	1,053,061	2,707	691,463	44,322	1,915,892
	Net return after taxation	–	–	–	192,847	104,571	297,418
17, 19	Buyback of 8,301,867 ordinary shares for treasury	–	–	–	(34,400)	–	(34,400)
17, 18	Issue of 5,310,000 new ordinary shares	1,327	19,563	–	–	–	20,890
10	Dividends paid	–	–	–	–	(102,272)	(102,272)
	<b>At 30 June 2024</b>	<b>125,666</b>	<b>1,072,624</b>	<b>2,707</b>	<b>849,910</b>	<b>46,621</b>	<b>2,097,528</b>

The notes on pages 71 to 86 form part of these financial statements



# Statement of Financial Position

Notes		30 June 2025 £'000	30 June 2024 £'000
	<b>Fixed assets</b>		
11	<b>Investments held at fair value through profit or loss</b>		
	Listed at market value in the United Kingdom	2,163,235	1,657,638
	Listed at market value overseas	190,162	216,147
	Investments on loan	102,131	372,460
12	Investment in subsidiary undertakings	347	347
		<b>2,455,875</b>	<b>2,246,592</b>
	<b>Current assets</b>		
13	Debtors	14,443	12,911
		14,443	12,911
14	<b>Creditors: amounts falling due within one year</b>	(22,552)	(46,307)
	<b>Net current liabilities</b>	<b>(8,109)</b>	<b>(33,396)</b>
	<b>Total assets less current liabilities</b>	<b>2,447,766</b>	<b>2,213,196</b>
15	<b>Creditors: amounts falling due after more than one year</b>	(115,727)	(115,668)
	<b>Net assets</b>	<b>2,332,039</b>	<b>2,097,528</b>
	<b>Capital and reserves</b>		
17	Called up share capital	125,666	125,666
18	Share premium account	1,073,479	1,072,624
19	Capital redemption reserve	2,707	2,707
19	Other capital reserves	1,081,493	849,910
20	Revenue reserve	48,694	46,621
21	<b>Total shareholders' funds</b>	<b>2,332,039</b>	<b>2,097,528</b>
21	<b>Net asset value per ordinary share - basic and diluted</b>	<b>472.53p</b>	<b>424.29p</b>

The financial statements on pages 68 to 86 were approved by the Board of Directors on 16 September 2025 and signed on its behalf by:

Sir Laurie Magnus CBE  
Chairman

Registration number: 34871

The notes on pages 71 to 86 form part of these financial statements

# Notes to the Financial Statements

## 1 Accounting policies

### (a) Basis of accounting

The Company is a registered investment company as defined in Section 833 of the Companies Act 2006 and is incorporated in the UK. It operates in the UK and is registered at the address on page 103.

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, and with the Statement of Recommended Practice: Financial Statements of Investment Trust Companies and Venture Capital Trusts ("the SORP") issued in July 2022 by the Association of Investment Companies.

The principal accounting policies applied in the presentation of these financial statements are set out below. These policies have been consistently applied to all the years presented.

As an investment fund the Company has the option, which it has taken, not to present a cash flow statement. A cash flow statement is not required when an investment fund meets all the following conditions: substantially all of the entity's investments are highly liquid, substantially all of the entity's investments are carried at market value, and the entity provides a Statement of Changes in Equity. The Directors have assessed that the Company meets all of these conditions.

The financial statements have been prepared under the historical cost basis except for the measurement at fair value of investments. In applying FRS 102, financial instruments have been accounted for in accordance with Section 11 and 12 of the standard. All of the Company's operations are of a continuing nature.

The financial statements of the Company's three subsidiaries have not been consolidated on the basis of immateriality. Consequently, the financial statements present information about the Company as an individual entity. The Directors consider that the values of the subsidiary undertakings are not less than the amounts at which they are included in the financial statements.

The preparation of the Company's financial statements on occasion requires the Directors to make judgements, estimates and assumptions that affect the reported amounts in the primary financial statements and the accompanying disclosures. These assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in the current and future periods, depending on circumstance.

The decision to allocate special dividends as income or capital and the allocation of expenses to income or capital are judgements taken by the Directors. Neither of these have any impact on net assets but do impact the net revenue return that is available to pay dividends from current year revenue in any specific year. The Directors believe that any accounting judgements or estimates applied to this set of financial statements do not create significant risk of material adjustments in the future to the carrying amount of assets and liabilities.

### (b) Going concern

The assets of the Company consist of securities that are readily realisable. As set out in the Viability Statement, the Directors consider three model scenarios that stress test the revenue reserves. None of the results from these scenarios would threaten the viability of the Company and its ability to continue as a going concern. The Directors have also considered the current geopolitical and macroeconomic uncertainties and the potential for sudden catastrophic events such as pandemics, conflict and climate events, including cash flow forecasting, a review of covenant compliance including the headroom above the most restrictive covenants and an assessment of the liquidity of the portfolio. They have concluded that the Company is able to meet its financial obligations, including the repayment of the bank overdraft, as they fall due for a period to 16 September 2026, which is at least 12 months from the date of approval of the financial statements. Having assessed these factors, the principal risks and other matters discussed in connection with the viability statement, the Board has determined that it is appropriate for the financial statements to be prepared on a going concern basis.

### (c) Valuation of investments held at fair value through profit or loss

Listed investments are valued at fair value, which is deemed to be closing bid market prices or the last traded price depending on the convention of the exchange on which the investment is quoted.

The only unquoted investments are the Company's subsidiaries which are valued at the net asset value according to their latest financial statements and this is considered to be fair value.

Changes in the fair value of investments held at fair value through profit or loss and gains and losses on disposal are recognised in the Income Statement as "Gains on investments held at fair value through profit or loss". Transaction costs incurred on the purchase and disposal of investments are recognised as a capital item in the Income Statement. All purchases and sales are accounted for on a trade date basis.

# Notes to the Financial Statements (continued)

## 1 Accounting policies (continued)

### (d) Foreign currency

The results and financial position of the Company are expressed in pounds sterling, which is the functional currency and presentational currency of the Company. Sterling is the functional currency because it is the currency of the primary economic environment in which the Company operates.

Transactions recorded in overseas currencies during the year are translated into sterling at the appropriate daily exchange rates. Assets and liabilities denominated in overseas currencies at the Statement of Financial Position date are translated into sterling at the exchange rates ruling at that date.

Any gains or losses on the translation of foreign currency balances, whether realised or unrealised, are taken to the capital or to the revenue return of the Income Statement, depending on whether the gain or loss is of a capital or revenue nature.

### (e) Income

Dividends receivable from equity shares are taken to the revenue return on an ex-dividend basis except where, in the opinion of Directors, the dividend is capital in nature in which case it is taken to the capital return. Special dividends are recognised on an ex-dividend basis and treated as capital or revenue depending on the facts and circumstances of each dividend. Bank interest and stock lending revenue are accounted for on an accruals basis.

The ordinary element of scrip dividends received in lieu of cash dividends is recognised as revenue. Any enhancement above the cash dividend is treated as capital.

Where the Company enters into a commitment to underwrite an issue of securities in exchange for the receipt of commission, this creates a derivative financial instrument. Any such derivatives are recognised initially at fair value and are subsequently re-measured at fair value, with the related gains and losses being reflected in the Income Statement. Net losses arising from derivatives, where the actual or expected loss from taking up the securities underwritten exceeds the commission income, are allocated to the capital return. Net gains are allocated to the revenue return.

Fees earned from stock lending are accounted for on an accruals basis and shown in the revenue return based on amounts to which the Company is entitled. This is after deduction of amounts withheld by the counterparty arranging the stock lending facility. The stock lending accounting policy is set out in note 16.3.

### (f) Management and other administrative expenses and finance costs

All expenses and finance costs are accounted for on an accruals basis. In accordance with the Board's expectation, over the long term, that investment returns will be attributable 70% to capital and 30% to revenue, the Company charges to capital 70% of the finance costs (excluding dividends payable on the preference and preferred ordinary stocks) and management fees with the remaining 30% being charged to revenue. Other administrative expenses are charged 100% to revenue except where they relate directly to a capital transaction.

### (g) Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on the taxable profit for the year. Taxable profit differs from net profit as reported in the Income Statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using the effective tax rate of corporation tax for the accounting period.

The tax effect of different items of expenditure is allocated between the capital return and revenue return using the Company's effective rate of tax for the year. In line with the recommendations of the SORP, the allocation method used to calculate tax relief on expenses presented against capital returns in the supplementary information in the Income Statement is the "marginal basis". Under this basis, if taxable income is capable of being offset entirely by expenses presented in the revenue return column of the Income Statement, then no tax relief is transferred to the capital return column.

Deferred taxation is provided on all timing differences that have originated but not reversed by the Statement of Financial Position date. This is subject to deferred tax assets only being recognised if it is considered more likely than not that there will be suitable profits from which the future reversal of timing differences can be deducted. Any liability to deferred tax is provided at the average rate of tax expected to apply based on tax rates and laws that have been enacted or substantially enacted at the Statement of Financial Position date. Deferred tax assets and liabilities are not discounted to reflect the time value of money.

# Notes to the Financial Statements (continued)

## 1 Accounting policies (continued)

### (h) Borrowings

Overdrafts and secured notes are initially recorded at the value of the proceeds received, net of direct issue costs. They are subsequently measured at amortised cost. Finance costs, including interest payable, premiums payable on settlement or redemption and direct issue costs, are accounted for on an accruals basis in the Income Statement using the effective interest rate method and are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise.

### (i) Preference stocks

The preference and preferred ordinary stocks have been assessed against the criteria set out in section 22.5 of FRS 102 and are deemed to be debt and are therefore classified as financial liabilities. The dividends associated with the preference and preferred ordinary stocks are fixed amounts paid in priority to dividends on ordinary shares and on a winding up are repaid in priority to ordinary shareholders. Dividends in respect of preference and preferred ordinary stocks are charged fully to the Company's revenue return within finance costs.

### (j) Dividends payable to shareholders

Dividends payable to shareholders are recognised in the financial statements when they are paid, or in the case of final dividends, when they are approved by shareholders. Dividends are disclosed in the Statement of Changes in Equity.

### (k) Issue and repurchase of ordinary shares and associated costs

The proceeds from the issue of new ordinary shares (including those relating to the sale of shares out of treasury) and the aggregate cost of repurchasing ordinary shares (including those to be held in treasury) are taken directly to equity and dealt with in the Statement of Changes in Equity. Issue costs incurred in respect of shares sold out of treasury are offset against proceeds received and dealt with in other capital reserves. Share issues and repurchase transactions are accounted for on a trade date basis.

### (l) Capital and reserves

Called up share capital represents the nominal value of ordinary shares issued.

The share premium account represents the premium above nominal value received by the Company on issuing shares net of issue costs and proceeds of sales of shares held in treasury in excess of the weighted average purchase price paid by the Company to repurchase the shares.

The revenue reserve represents accumulated revenue profits retained by the Company that have not currently been distributed to shareholders as a dividend.

The capital redemption reserve represents the nominal value of ordinary shares, preference stock and preferred ordinary stock that have been repurchased and cancelled.

Other capital reserves are split into two components, the capital reserve arising on investments sold and the capital reserve arising on revaluation of investments held. The following analyses what is accounted for in each of these components.

#### Capital reserve arising on investments sold

The following are accounted for in this reserve: gains and losses on disposals of investments; expenses and finance costs allocated to capital net of tax relief; realised foreign exchange differences of a capital nature; and cost of repurchasing ordinary share capital.

#### Capital reserve arising on revaluation of investments held

The following are accounted for in this reserve: increases and decreases in the valuation of investments held at the year end; and unrealised foreign exchange differences of a capital nature.

### (m) Distributable reserves

The Company's capital reserve arising on investments sold and revenue reserve may be distributed by way of a dividend. There may however, be other factors that restrict the value of reserves that can be distributed. In the case of the Company, there are small priority amounts that are payable to preference stock and preferred stockholders, which amount to less than 1% of distributable reserves at 30 June 2025. In addition, unrealised fair value losses on investments held would be deducted from distributable reserves, but at 30 June 2025, the Company had unrealised fair value gains of £683,071,000.



# Notes to the Financial Statements (continued)

## 2 Gains on investments held at fair value through profit or loss

	2025 £'000	2024 £'000
Gains on the sale of investments based on historical cost	65,072	44,765
Revaluation gains recognised in previous years	(50,280)	(3,835)
Gains on investments sold in the year based on carrying value at the previous statement of financial position date	14,792	40,930
Revaluation of investments held at 30 June	229,729	160,581
Exchange gains/(losses)	1	(647)
<b>Total gains on investments held at fair value through profit or loss</b>	<b>244,522</b>	<b>200,864</b>

## 3 Income from investments held at fair value through profit or loss

	2025 £'000	2024 £'000
UK dividends:		
Listed - ordinary dividends	97,526	94,307
Listed - special dividends	616	985
	98,142	95,292
Other dividends:		
Dividend income – overseas investments	8,665	10,678
Dividend income – overseas special dividends	–	59
Dividend income – UK REIT	5,416	3,306
	14,081	14,043
	<b>112,223</b>	<b>109,335</b>

## 4 Other interest receivable and similar income

	2025 £'000	2024 £'000
Bank interest	1	84
Underwriting commission (allocated to revenue) <sup>1</sup>	5	45
Stock lending revenue	236	242
	<b>242</b>	<b>371</b>

<sup>1</sup> During the year the Company was not required to take up shares in respect of its underwriting (2024: none)

Stock lending revenue has been shown net of brokerage fees of £59,000 (2024: £61,000).

# Notes to the Financial Statements (continued)

## 5 Management fee

	2025			2024		
	Revenue return £'000	Capital return £'000	Total return £'000	Revenue return £'000	Capital return £'000	Total return £'000
Management fee	2,006	4,680	6,686	1,927	4,497	6,424

A summary of the terms of the Management Agreement is given on page 24 and in note 23 on page 86. Details of apportionment between revenue and capital can be found in note 1 on page 72.

## 6 Other administrative expenses

	2025 £'000	2024 £'000
Directors' fees and expenses (see Directors' Remuneration Report on page 57)	215	200
Auditors' remuneration – for statutory audit services <sup>1</sup>	65	63
Marketing	377	172
Bank charges (overdraft facility fees)	10	–
Annual and Half Year reports	28	53
Registrar's fees	80	93
AIC	23	22
Listing fees	219	219
Advisory and consultancy fees	75	63
Depository fees	63	58
Other expenses	73	66
	<b>1,228</b>	<b>1,009</b>

<sup>1</sup> Includes VAT

All transactions with Directors are disclosed in the Directors' Remuneration Report and are related party transactions.

## 7 Finance costs

	2025			2024		
	Revenue return £'000	Capital return £'000	Total return £'000	Revenue return £'000	Capital return £'000	Total return £'000
Interest on secured notes repayable wholly or partly						
– after five years (includes amortisation of secured notes issue costs)	1,178	2,748	3,926	1,171	2,733	3,904
Bank overdraft interest	619	1,443	2,062	338	787	1,125
Dividends per share:						
– cumulative first preference stock	18	–	18	18	–	18
– non-cumulative second preference stock	21	–	21	21	–	21
– non-cumulative preferred ordinary stock	118	–	118	118	–	118
	<b>1,954</b>	<b>4,191</b>	<b>6,145</b>	<b>1,666</b>	<b>3,520</b>	<b>5,186</b>

Details of apportionment between revenue return and capital return can be found in note 1 on page 72.

# Notes to the Financial Statements (continued)

## 8 Taxation

### Analysis of tax charge for the year

	2025			2024		
	Revenue return £'000	Capital return £'000	Total return £'000	Revenue return £'000	Capital return £'000	Total return £'000
Analysis of tax charge for the year						
Overseas withholding tax	1,108	–	1,108	952	–	952
Less: overseas withholding tax recoverable	(296)	–	(296)	(419)	–	(419)
	<b>812</b>	<b>–</b>	<b>812</b>	<b>533</b>	<b>–</b>	<b>533</b>

The Company's profit for the accounting year is taxed at 25% (2024: 25%). The tax charge for the year is lower than the corporation tax rate. The differences are explained below:

### Factors affecting the tax charge for the year

	2025			2024		
	Revenue return £'000	Capital return £'000	Total return £'000	Revenue return £'000	Capital return £'000	Total return £'000
Net return before taxation	107,277	235,651	342,928	105,104	192,847	297,951
Corporation tax at 25% (2024: 25%)	26,819	58,913	85,732	26,276	48,212	74,488
Effects of:						
Non-taxable UK dividends	(24,391)	–	(24,391)	(23,448)	–	(23,448)
Non-taxable overseas dividends	(2,568)	–	(2,568)	(3,060)	–	(3,060)
Overseas tax suffered	812	–	812	533	–	533
Expenses not deductible for tax purposes	–	–	–	1	–	1
Excess management expenses	101	2,218	2,319	192	2,004	2,196
Preference and preferred ordinary dividends not allowable for tax	39	–	39	39	–	39
Net capital gains not subject to tax	–	(61,131)	(61,131)	–	(50,216)	(50,216)
	<b>812</b>	<b>–</b>	<b>812</b>	<b>533</b>	<b>–</b>	<b>533</b>

Investment trusts are exempt from corporation tax on capital gains provided that the Company complies with tests under Section 1158 of the Corporation Tax Act 2010.

### Deferred taxation

No provision for deferred taxation has been made in the current or prior accounting year. The Company has not provided for deferred tax on capital gains or losses arising on the revaluation and disposal of investments as it is exempt from tax on these items because of its investment trust status.

### Factors that may affect future tax charges

The Company can offset management fees, other administrative expenses and interest costs against taxable income to eliminate any tax charge on such income. The tax legislation refers to these as management expenses (management fees and other administrative expenses) and non-trade loan relationship deficits (interest costs) and these are captured together under the heading "Excess management expenses" in the table above. Where these are not fully utilised, they can be carried forward to future years. As the Company is unlikely to generate future taxable profits to utilise these amounts, the Company cannot recognise an asset to reflect them, but must still disclose the deferred tax amount carried forward arising from any unutilised amounts.

Consequently, the Company has not recognised a deferred tax asset totalling £42,680,000 (2024: £41,397,000) arising as a result of having unutilised management expenses and unutilised non-trade loan relationship deficits totalling £170,721,000 (2024: £165,588,000). These expenses will only be utilised, to any material extent, if changes are made either to the tax treatment of the capital gains made by investment trusts or to the Company's investment profile which require them to be used.

# Notes to the Financial Statements (continued)

## 9 Return per ordinary share – basic and diluted

The return per ordinary share is based on the net return attributable to the ordinary shares of £342,116,000 (2024: £297,418,000) and on 493,599,088 ordinary shares (2024: 501,134,608), being the weighted average number of ordinary shares in issue during the year, excluding treasury shares.

The return per ordinary share is analysed between revenue and capital as below.

	2025 £'000	2024 £'000
Net revenue return	106,465	104,571
Net capital return	235,651	192,847
<b>Net total return</b>	<b>342,116</b>	<b>297,418</b>
<b>Weighted average number of ordinary shares in issue during the year</b>	<b>493,599,088</b>	<b>501,134,608</b>

	2025 Pence	2024 Pence
Revenue return per ordinary share	21.57	20.87
Capital return per ordinary share	47.74	38.48
<b>Total return per ordinary share</b>	<b>69.31</b>	<b>59.35</b>

The Company does not have any dilutive securities, therefore the basic and diluted returns per share are the same.

## 10 Dividends paid on ordinary shares

	Record date	Payment date	2025 £'000	2024 £'000
Fourth interim dividend (5.05p) for the year ended 30 June 2023	27 July 2023	31 August 2023	–	25,374
First interim dividend (5.05p) for the year ended 30 June 2024	26 October 2023	30 November 2023	–	25,385
Second interim dividend (5.05p) for the year ended 30 June 2024	25 January 2024	29 February 2024	–	25,385
Third interim dividend (5.25p) for the year ended 30 June 2024	25 April 2024	31 May 2024	–	26,200
Fourth interim dividend (5.25p) for the year ended 30 June 2024	26 July 2024	30 August 2024	25,953	–
First interim dividend (5.25p) for the year ended 30 June 2025	25 October 2024	29 November 2024	25,953	–
Second interim dividend (5.25p) for the year ended 30 June 2025	24 January 2025	28 February 2025	25,953	–
Third interim dividend (5.40p) for the year ended 30 June 2025	25 April 2025	30 May 2025	26,580	–
Unclaimed dividends over 12 years old			(47)	(72)
			<b>104,392</b>	<b>102,272</b>

In accordance with FRS 102, interim dividends payable to equity shareholders are recognised in the Statement of Changes in Equity when they have been paid to shareholders.

All dividends have been paid or will be paid out of revenue reserves or current year revenue profits and at no point during the year did the revenue reserve move to a negative position.

The total dividends payable in respect of the financial year which form the basis of the test under Section 1158 of the Corporation Tax Act 2010 are set out below.

	2025 £'000	2024 £'000
Revenue available for distribution by way of dividend for the year	106,465	104,571
First interim dividend of 5.25p (2024: 5.05p)	(25,953)	(25,385)
Second interim dividend of 5.25p (2024: 5.05p)	(25,953)	(25,385)
Third interim dividend of 5.40p (2024: 5.25p)	(26,580)	(26,200)
Fourth interim dividend of 5.40p (2024: 5.25p) paid on 29 August 2025 <sup>1</sup>	(26,650)	(25,953)
<b>Transfer to revenue reserve<sup>2</sup></b>	<b>1,329</b>	<b>1,648</b>

<sup>1</sup> Based on 493,517,106 ordinary shares in issue at 24 July 2025 (the ex-dividend date) (2024: 494,334,723)

<sup>2</sup> The surplus of £1,329,000 (2024: surplus of £1,648,000) has been taken to the revenue reserve

Since the year end, the Board has announced a first interim dividend of 5.40p per ordinary share, in respect of the year ending 30 June 2026. This will be paid on 28 November 2025 to holders registered at the close of business on 24 October 2025. The Company's shares will be quoted ex-dividend on 23 October 2025.



# Notes to the Financial Statements (continued)

## 11 Investments held at fair value through profit or loss

	Investments in subsidiaries £'000	Other investments £'000	Total £'000
<b>2025</b>			
Valuation at 1 July 2024	347	2,246,245	2,246,592
Investment holding gains at 1 July 2024	–	(503,622)	(503,622)
<b>Cost at 1 July 2024</b>	<b>347</b>	<b>1,742,623</b>	<b>1,742,970</b>
Additions at cost	–	170,312	170,312
Disposals at cost	–	(140,478)	(140,478)
<b>Cost at 30 June 2025</b>	<b>347</b>	<b>1,772,457</b>	<b>1,772,804</b>
Investment holding gains at 30 June 2025	–	683,071	683,071
<b>Valuation at 30 June 2025</b>	<b>347</b>	<b>2,455,528</b>	<b>2,455,875</b>
	Investments in subsidiaries £'000	Other investments £'000	Total £'000
<b>2024</b>			
Valuation at 1 July 2023	347	2,034,300	2,034,647
Investment holding gains at 1 July 2023	–	(346,877)	(346,877)
<b>Cost at 1 July 2023</b>	<b>347</b>	<b>1,687,423</b>	<b>1,687,770</b>
Additions at cost	–	211,630	211,630
Disposals at cost	–	(156,430)	(156,430)
<b>Cost at 30 June 2024</b>	<b>347</b>	<b>1,742,623</b>	<b>1,742,970</b>
Investment holding gains at 30 June 2024	–	503,622	503,622
<b>Valuation at 30 June 2024</b>	<b>347</b>	<b>2,246,245</b>	<b>2,246,592</b>

The portfolio valuation at 30 June 2025 of £2,455,528,000 (2024: £2,246,245,000) is shown on the Statement of Financial Position as investments held at fair value through profit or loss.

At 30 June 2025, the total value of securities on loan by the Company for stock lending purposes was £102,131,000 (2024: £372,460,000). The maximum aggregate value of securities on loan at any one time during the year ended 30 June 2025 was £383,119,000 (2024: £393,436,000). The Company's agent holds collateral at 30 June 2025, with a value of £108,057,000 (2024: £393,377,000) in respect of securities on loan, the value of which is reviewed on a daily basis and comprises CREST Delivery By Value ("DBVs") and Government Bonds with a market value of 106% (2024:106%) of the market value of any securities on loan.

Purchase transaction costs for the year ended 30 June 2025 were £845,000 (2024: £1,141,000). These comprise mainly of stamp duty and commission. Sale transaction costs for the year ended 30 June 2025 were £65,000 (2024: £71,000).

The Company received £205,550,000 (2024: £201,195,000) from investments sold in the year. The book cost of these investments when they were purchased were £140,478,000 (2024: £156,430,000). These investments have been revalued over time and until they were sold any unrealised gains/losses were included in the fair value of the investments.

## 12 Subsidiaries and related undertakings

The Company's related undertakings are its three wholly-owned subsidiary undertakings, all of which are registered in England and Wales: The City of London European Trust Limited, City of London Investments Limited and The City of London Finance Company Limited.

The financial statements of the three companies have not been consolidated on the basis of immateriality. Consequently the financial statements present information about the Company as an individual entity. The Directors consider that the values of the subsidiary undertakings are not less than the amounts at which they are included in the financial statements. The subsidiaries are maintained in order to protect the company names.

- The City of London European Trust Limited was incorporated in 1899 as Patrick & McGregor Limited and is dormant, not having traded since 1968. Its registered office is 201 Bishopsgate, London, EC2M 3AE. The aggregate amount of the capital and reserves of The City of London European Trust Limited at 30 June 2025 was £347,000 (2024: £347,000). This company has 10,000 issued ordinary shares of £1 each.
- City of London Investments Limited is a dormant company and has not traded since its incorporation in 1982. Its registered office is 201 Bishopsgate, London, EC2M 3AE. The aggregate amount of the capital and reserves of City of London Investments Limited at 30 June 2025 was £2 (2024: £2). This company has two issued ordinary shares of £1 each.

# Notes to the Financial Statements (continued)

## 12 Subsidiaries and related undertakings (continued)

- The City of London Finance Company Limited was incorporated in 1978 as a share dealing company. It is a dormant company, having not traded since 2009. Its registered office is 201 Bishopsgate, London, EC2M 3AE. The aggregate amount of capital and reserves of The City of London Finance Company Limited at 30 June 2025 was £2 (2024: £2). This company has two issued ordinary shares of £1 each.

## 13 Debtors

	2025 £'000	2024 £'000
Withholding and income tax recoverable	2,526	2,589
Sales for future settlement	–	641
Share issues for future settlement	1,960	–
Prepayments and accrued income	9,957	9,681
	<b>14,443</b>	<b>12,911</b>

## 14 Creditors: amounts falling due within one year

	2025 £'000	2024 £'000
Bank overdraft	17,020	41,035
Amounts owed to subsidiary undertakings	347	347
Purchases for future settlement	1,776	1,818
Dividends payable on preference and preferred ordinary stocks	79	79
Accruals and deferred income	3,330	3,028
	<b>22,552</b>	<b>46,307</b>

The Company has an uncommitted overdraft facility of £120,000,000 at 30 June 2025 (2024: £120,000,000) provided by its Custodian and has provided a floating charge over its assets in return. The overdraft may be withdrawn by the Custodian at any time and is repayable on demand. Interest on the overdraft was payable at a rate of HSBC base rate plus 1.25% at 30 June 2025 (2024: plus 1.25%). Covenants relating inter alia to a maximum level of borrowings apply to the Company's borrowing facility. A breach of these covenants may result in any overdraft drawn down becoming repayable immediately.

## 15 Creditors: amounts falling due after more than one year

	2025 £'000	2024 £'000
4.53% secured notes 2029	34,856	34,816
2.67% secured notes 2046	29,774	29,766
2.94% secured notes 2049	49,698	49,687
£301,982 cumulative first preference stock	302	302
£507,202 non-cumulative second preference stock	507	507
£589,672 non-cumulative preferred stock	590	590
	<b>115,727</b>	<b>115,668</b>

On 22 January 2014 the Company issued £35,000,000 (nominal) 4.53% secured notes due 2029, net of issue costs totalling £476,000. The issue costs will be amortised over the life of the secured notes.

On 17 November 2017 the Company issued £50,000,000 (nominal) 2.94% secured notes due 2049, net of issue costs totalling £360,000. The issue costs will be amortised over the life of the secured notes.

On 19 March 2021 the Company issued £30,000,000 (nominal) 2.67% secured notes due 2046, net of issue costs totalling £257,000. The issue costs will be amortised over the life of the secured notes.

The repayment terms of the secured notes are as follows:

- £35,000,000 4.53% secured notes 2029 redeemable at par on 22 January 2029.
- £30,000,000 2.67% secured notes 2046 redeemable at par on 19 March 2046.
- £50,000,000 2.94% secured notes 2049 redeemable at par on 17 November 2049.

# Notes to the Financial Statements (continued)

## 15 Creditors: amounts falling due after more than one year (continued)

The notes are secured by a first floating charge over the Company's assets.

A summary of the rights that attach to each of the Preference and Preferred Ordinary Stocks, all of which are non-redeemable, is given below.

	First Preference Stock	Second Preference Stock	Preferred Ordinary Stock
<b>a) Rights to dividends</b>	A fixed cumulative dividend of 6% per annum, of which 5.5% is payable in preference to the dividend on the second preference stock and 0.5% is payable after it.	A fixed non-cumulative dividend of 4.2% per annum, which is payable after the first 5.5% per annum entitlement on the first preference stock.	A fixed non-cumulative dividend of 20% per annum, which is payable after the entitlements on the first and second preference stocks.
<b>b) Priority and amounts receivable on a winding-up</b>	Repayment of capital in priority to payment to the other members of the Company. Any arrears of dividend are payable after the repayment of the capital on the second preference stock.	Repayment of capital after the repayment of the capital on the first preference stock.	Payment of £3.50 in respect of each £1 of capital, after the repayment of the entitlements on the first and second preference stocks.
<b>c) Voting rights at general meetings</b>	Right to attend and vote at general meetings. On a poll, voting rights are one vote per £10 of stock held.	No rights to attend or vote at general meetings (except on a winding-up of the Company or if dividends are in arrears).	Right to attend and vote at general meetings. On a poll, voting rights are one vote per £20 of stock held.

Notes:

- The dividend entitlements of the first preference stock and the preferred ordinary stock reverted on 6 April 1999 to the rates which applied before 6 April 1973
- In the event of a winding-up, the preferred ordinary stock would be repaid at £3.50 per £1 of stock. However, its share of equity shareholders' funds is included in the financial statements at par because no winding-up is envisaged

## 16 Risk management policies and procedures

The Directors manage investment risk principally through setting an investment policy (that is approved by shareholders) which incorporates risk parameters (see page 22), by contracting management of the Company's investments to an investment manager (Janus Henderson) under a contract which incorporates appropriate duties and restrictions and by monitoring performance in relation to these. Internal control and the Board's approach to risk is on pages 48 and 49. There have been no material changes to the management or nature of the Company's investment risks from the prior year.

The main risks arising from the Company's pursuit of its investment objective are market risk (comprising market price risk, currency risk and interest rate risk), credit risk and liquidity risk. The effects of these can also be increased by gearing.

The Board and Janus Henderson coordinate the Company's risk management and there are various risk management systems in place as detailed below.

- Straight-through processing via a deal order and management system ("OMS") is utilised for listed securities.
- Portfolio modelling and investment management functions (including order-raising, dealing and trade execution) are performed using one of, or a combination of, the following third-party software applications: Charles River Development OMS and/or Imagine.
- Fund pricing and accounting services are outsourced to a third-party administrator (currently BNP Paribas) which utilises HiPortfolio software.
- The IT tools to which the Janus Henderson risk, compliance and operations teams have access for independent monitoring and risk measurement purposes include:
  - Charles River Compliance module for investment restrictions monitoring;
  - SAI360 operational risk database;
  - RiskMetrics, UBS Delta, Style Research and Barra for market risk measurement;
  - Bloomberg for market data and price-checking; and
  - HiPortfolio for portfolio holdings and valuations.

# Notes to the Financial Statements (continued)

## 16 Risk management policies and procedures (continued)

### 16.1 Market risk

The fair value of a financial instrument held by the Company may fluctuate due to changes in market prices. This market risk comprises market price risk (see note 16.1.1), currency risk (see note 16.1.2) and interest rate risk (see note 16.1.3). The Fund Manager assesses the exposure to market risk when making each investment decision, and monitors the overall level of market risk on the whole of the investment portfolio on an ongoing basis.

#### 16.1.1 Market price risk

Market price risk (changes in market prices other than those arising from interest rate risk or currency risk) may affect the value of investments. The Company's investments are susceptible to market price risk arising from uncertainties about the future prices of the investments.

##### Management of the risk

The Board manages the risks inherent in the investment portfolio by ensuring full and timely access to relevant information from Janus Henderson. The Board meets regularly and at each meeting reviews investment performance. The Board monitors Janus Henderson's compliance with the Company's objectives, including investment strategy and asset allocation.

When appropriate, the Company may buy/sell put or call options or futures on indices and on equity investments in its portfolio to manage its exposure to price risk or to generate income. At 30 June 2025, the Company had no open positions (2024: nil).

##### Concentration of exposure to market price risk

An analysis of the Company's investment portfolio is shown on pages 18 and 19. This shows that the majority of the Company's investments are in UK-listed companies. Accordingly, there is a concentration of exposure to the UK, though it is recognised that an investment's country of domicile or of listing does not necessarily equate to its exposure to the economic conditions in that country.

##### Market price risk sensitivity

The sensitivity of (a) the return after taxation for the year and (b) the Company's net assets to an increase or decrease of 10% in the fair values of the Company's investments at each Statement of Financial Position date is shown below. This level of change is considered to be reasonably possible, based on observation of current market conditions.

The impact of a 10% increase in the value of the investments on the revenue return as at 30 June 2025 is a decrease of £221,000 (2024: £202,000) and on the capital return is an increase of £245,037,000 (2024: £224,153,000). The total impact on equity shareholders' funds would be an increase of £244,816,000 (2024: £223,951,000).

The impact of a 10% decrease in the value of the investments on the revenue return as at 30 June 2025 is an increase of £221,000 (2024: £202,000) and on the capital return is a decrease of £245,037,000 (2024: £224,153,000). The total impact on equity shareholders' funds would be a decrease of £244,816,000 (2024: £223,951,000).

#### 16.1.2 Currency risk

The Company is not itself materially exposed to currency risk, although some of the investments will be in companies that have operations that involve currency risk and pay dividends in foreign currencies.

##### Management of the risk

Investment income denominated in foreign currencies is converted into sterling on receipt. The Company does not use financial instruments to mitigate the currency exposure in the period between the time that income is included in the financial statements and its receipt. However, the Company does sometimes hedge foreign currency exposure ahead of the declaration of dividends from companies in which it invests.

##### Foreign currency exposure

The fair values of the Company's monetary items that have foreign currency exposure at 30 June 2025 are £2,350,000 (2024: £3,209,000). These include dividend receivables, withholding tax recoverable and outstanding settlements.

##### Foreign currency sensitivity

The Company's sensitivity to movements in exchange rates affecting its investment income, assuming a 10% movement in the sterling/US dollar rate, will be a loss of £1,456,000 (2024: £1,577,000) if sterling strengthens and a profit of £2,513,000 (2024: £1,928,000) if sterling weakens and, assuming a 10% movement in the sterling/euro rate, will be a loss of £129,000 (2024: £592,000) if sterling strengthens and a profit of £1,051,000 (2024: £723,000) if sterling weakens. The 10% movement has been based on average market volatility in exchange rates in the previous 12 months.



# Notes to the Financial Statements (continued)

## 16 Risk management policies and procedures (continued)

### 16.1.3 Interest rate risk

Interest rate movements may affect:

- the level of income receivable from cash at bank and on deposit; and
- the interest payable on the Company's variable rate bank borrowings.

#### Management of the risk

The Company, generally, does not hold significant cash balances. The Company finances part of its activities through borrowings at levels approved and monitored by the Board. Derivative contracts have not been used during the year to hedge against the exposure to interest rate risk. There has been no hedging during the year.

#### Interest rate exposure

The Company's exposure at 30 June 2025 of financial liabilities to fixed interest rate risk can be found in note 15. The exposure to floating interest rates can be found on the Statement of Financial Position under cash at bank and under bank overdraft in note 14.

Interest receivable and finance costs are at the following rates:

- interest paid on borrowings under the overdraft facility provided by the Custodian is at a margin of 1.25% above the HSBC base rate (2024: same).

The table below analyses the Company's aggregated interest costs and principal amounts due over the life of the liabilities.

	2025			2024		
	Within 1 year £'000	Between 1 and 5 years £'000	More than 5 years £'000	Within 1 year £'000	Between 1 and 5 years £'000	More than 5 years £'000
Secured notes <sup>1</sup>	3,857	48,840	121,481	3,857	50,426	123,752
Preference stock and preferred ordinary stock <sup>2</sup>	157	628	1,399	157	628	1,399
Bank overdrafts and interest	17,020	–	–	41,035	–	–
Other creditors and accruals	5,532	–	–	5,272	–	–
	<b>26,566</b>	<b>49,468</b>	<b>122,880</b>	<b>50,321</b>	<b>51,054</b>	<b>125,151</b>

1 The above figures show interest payable over the remaining term of the secured notes. The figure in the "between 1 and 5 years" column also includes the capital to be repaid on the 2029 secured notes. The figure in the "more than 5 years" column also include the capital to be repaid on the 2046 and 2049 secured notes. Details of repayment are set out on page 79 and interest payment dates on page 94

2 The figures in the "more than 5 years" columns are the repayments at par value of the preference and preferred ordinary stock. They do not include the ongoing annual finance cost of £157,000

#### Interest rate risk sensitivity

The Company is not materially exposed to changes in interest rates.

### 16.2 Liquidity risk

This is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities.

#### Management of the risk

Liquidity risk is not significant as the majority of the Company's assets is in investments in quoted equities that are readily realisable. For details of the Company's bank borrowing facility, see note 14.

The Board gives guidance to Janus Henderson as to the maximum amount of the Company's resources that should be invested in any one company. The policy is that the Company should remain fully invested in normal market conditions and that short-term borrowings should be used to fund short-term cash requirements.

#### Liquidity risk exposure

The remaining contractual maturities of the financial liabilities at 30 June 2025, based on the earliest date on which payment can be required, is given on page 79.

# Notes to the Financial Statements (continued)

## 16 Risk management policies and procedures (continued)

### 16.3 Credit and counterparty risk

The failure of the counterparty to a transaction to discharge its obligations under that transaction could result in the Company suffering a loss.

#### Management of the risk

The risk is not significant and is managed as follows:

- investment transactions are carried out with a large number of brokers, whose credit standard is reviewed periodically by the Fund Manager, and limits are set on the amount that may be due from any one broker; and
- cash at bank and overdrafts is held only with reputable banks with high quality external credit ratings.

Stock lending transactions are carried out with a number of approved counterparties, whose credit rating is reviewed regularly by Janus Henderson and limits are set on the amount that may be lent to any one counterparty. Stock lending is the temporary transfer of securities by a lender to a borrower, with an agreement by the borrower to return equivalent securities to the lender at an agreed future date. Stock lending revenue is received for making the investments available to the borrower, which increases the returns on the portfolio. Securities lent are disclosed separately in the Statement of Financial Position. Details of the value of securities on loan at the year end, and the collateral held, can be found in note 11.

In summary, the Company only transacts with counterparties that it considers to be creditworthy. In addition to the stock lending exposure referred to above, the exposure to credit and counterparty risk at 30 June 2025 was to other debtors of £14,443,000 (2024: £12,911,000).

None of the Company's financial assets are past their due date or impaired.

### 16.4 Fair values of financial assets and financial liabilities

The financial assets and financial liabilities (other than long-term liabilities) are either carried in the Statement of Financial Position at their fair value or at a reasonable approximation of their fair value (sales for future settlement, dividends, interest receivable, purchases for future settlement, accruals and deferred income, bank overdraft). The secured notes, preference stocks and preferred ordinary stock are carried in the Statement of Financial Position at par.

At 30 June 2025, the fair value of the secured notes was estimated to be £85,446,000 (2024: £87,069,000). At 30 June 2025, the fair value of the preference and preferred ordinary stock was £2,635,000 (2024: £2,469,000). The valuation of the preference and preferred ordinary stock is from the Daily Official List quotations.

The fair value of the secured notes is calculated using a discount rate which reflects the yield of a UK Gilt of similar maturity plus a suitable credit spread.

The preference stocks and preferred ordinary stock are categorised as Level 1 in the fair value hierarchy. The secured notes are categorised as Level 3 in the fair value hierarchy. These are not included in the values in note 16.5.

### 16.5 Fair value hierarchy disclosures

The table below sets out fair value measurements using FRS 102 fair value hierarchy.

Financial assets at fair value through profit or loss at 30 June 2025	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Equity investments	2,455,528	–	347	2,455,875
<b>Total</b>	<b>2,455,528</b>	<b>–</b>	<b>347</b>	<b>2,455,875</b>
Financial assets at fair value through profit or loss at 30 June 2024	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Equity investments	2,246,245	–	347	2,246,592
<b>Total</b>	<b>2,246,245</b>	<b>–</b>	<b>347</b>	<b>2,246,592</b>

Categorisation within the hierarchy has been determined on the basis of the lowest level input that is significant to the fair value measurement of the relevant asset as follows:

Level 1 – the unadjusted quoted prices in an active market for identical assets or liabilities that the entity can access at the measurement date;

Level 2 – inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly; and

Level 3 – inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

The valuation techniques used by the Company are explained in the accounting policies note on page 71.

# Notes to the Financial Statements (continued)

## 16 Risk management policies and procedures (continued)

### 16.6 Capital management policies and procedures

The Company's capital management objectives are to ensure that it will be able to continue as a going concern, and to provide long-term growth in income and capital, principally by investment in UK equities.

The Company's capital at 30 June 2025 comprises its equity share capital, reserves and bank debt that are shown in the Statement of Financial Position as a total of £2,332,039,000 (2024: £2,097,528,000).

The Company is subject to several externally imposed capital requirements:

- borrowings under the overdraft facility are not to exceed the lower of £120,000,000 or 15% of the portfolio;
- as a public company, the Company has a minimum share capital of £50,000;
- in order to be able to pay dividends out of profits available for distribution by way of dividends, the Company has to be able to meet one of the two capital restriction tests imposed on investment companies by company law; and
- the terms of the secured loan notes include financial covenants in relation to the level of borrowings, including net worth not being less than £400,000,000, the ratio of gross borrowings to net worth not exceeding 50%, and gross borrowings owed to the custodian not exceeding the greater of 12% of net worth and £80,000,000 (for the 2029 notes)/£120,000,000 (for the 2046 and 2049 notes).

The Company has complied with these requirements.

Other than in exceptional market conditions, gearing will not exceed 20% of the net asset value at the time of the draw down of the relevant borrowings.

## 17 Called up share capital

	Number of shares held in treasury	Number of shares entitled to dividend	Total number of shares in issue	Nominal value of total shares in issue £'000
Allotted and issued ordinary shares of 25p each				
At 1 July 2024	8,301,867	494,363,001	502,664,868	125,666
Buyback of shares for treasury	2,530,895	(2,530,895)	–	–
Sale of shares from treasury	(1,685,000)	1,685,000	–	–
<b>At 30 June 2025</b>	<b>9,147,762</b>	<b>493,517,106</b>	<b>502,664,868</b>	<b>125,666</b>

	Number of shares held in treasury	Number of shares entitled to dividend	Total number of shares in issue	Nominal value of total shares in issue £'000
Allotted and issued ordinary shares of 25p each				
At 1 July 2023	–	497,354,868	497,354,868	124,339
Buyback of shares for treasury	8,301,867	(8,301,867)	–	–
Issue of new ordinary shares	–	5,310,000	5,310,000	1,327
<b>At 30 June 2024</b>	<b>8,301,867</b>	<b>494,363,001</b>	<b>502,664,868</b>	<b>125,666</b>

The Company sold 1,685,000 (2024: 5,310,000) ordinary shares from treasury with total proceeds of £7,941,000 (2024: £20,890,000) after deduction of issue costs of £12,000 (2024: £31,000). The average price of the ordinary shares that were issued was 468.5p (2024: 396.5p). During the year 2,530,895 shares were bought back into treasury (2024: 8,301,867) for a net payment of £11,154,000 (2024: £34,400,000).

# Notes to the Financial Statements (continued)

## 18 Share premium account

	2025 £'000	2024 £'000
At beginning of year	1,072,624	1,053,061
Issue of shares	855	19,594
Less: issue costs	–	(31)
<b>At end of year</b>	<b>1,073,479</b>	<b>1,072,624</b>

## 19 Other capital reserves

	Capital redemption reserve £'000	Capital reserve arising on revaluation of investments held £'000	Capital reserve arising on investments sold £'000	Total other capital reserves £'000
At 1 July 2024	2,707	503,622	346,288	849,910
Transfer on disposal of investments	–	(50,280)	50,280	–
Net gains on investments	–	229,729	14,792	244,521
Exchange gains	–	–	1	1
Buyback of shares to treasury	–	–	(11,154)	(11,154)
Sale of shares from treasury	–	–	7,086	7,086
Management fees charged to capital	–	–	(4,680)	(4,680)
Finance costs charged to capital	–	–	(4,191)	(4,191)
<b>At 30 June 2025</b>	<b>2,707</b>	<b>683,071</b>	<b>398,422</b>	<b>1,081,493</b>

	Capital redemption reserve £'000	Capital reserve arising on revaluation of investments held £'000	Capital reserve arising on investments sold £'000	Total other capital reserves £'000
At 1 July 2023	2,707	346,876	344,587	691,463
Transfer on disposal of investments	–	(3,835)	3,835	–
Net gains on investments <sup>1</sup>	–	160,581	40,930	201,511
Exchange losses	–	–	(647)	(647)
Buyback of shares to treasury	–	–	(34,400)	(34,400)
Management fees charged to capital	–	–	(4,497)	(4,497)
Finance costs charged to capital	–	–	(3,520)	(3,520)
<b>At 30 June 2024</b>	<b>2,707</b>	<b>503,622</b>	<b>346,288</b>	<b>849,910</b>

<sup>1</sup> During the year the Company received no special dividends (2024: £5,425,000) which were deemed to be capital in nature and were taken to the capital reserve arising on investments sold. These dividends are available to be distributed to shareholders as part of realised capital profits.



# Notes to the Financial Statements (continued)

## 20 Revenue reserve

	£'000
At 1 July 2024	46,621
Net return for the year	106,465
Dividends paid (note 10)	(104,392)
<b>At 30 June 2025</b>	<b>48,694</b>
	£'000
At 1 July 2023	44,322
Net return for the year	104,571
Dividends paid (note 10)	(102,272)
<b>At 30 June 2024</b>	<b>46,621</b>

## 21 Net asset value per ordinary share – basic and diluted

The net asset value per ordinary share of 472.53p (2024: 424.29p) is based on the net assets attributable to the ordinary shares of £2,332,039,000 (2024: £2,097,528,000) and on 493,517,106 (2024: 494,363,001) shares in issue on 30 June 2025, excluding treasury shares.

An alternative net asset value per ordinary share can be calculated by deducting from the total assets less current liabilities of the Company the preference and preferred ordinary stocks and secured notes at their market (or fair) values rather than at their par (or book) values. The net asset value per ordinary share at 30 June 2025 calculated on this basis was 478.14p (2024: 429.57p). See page 90 for further details of the Alternative Performance Measure and how it is calculated.

The movements during the year of the assets attributable to the ordinary shares were as follows:	£'000
Total net assets attributable to the ordinary shares at 30 June 2024	2,097,528
Total net return after taxation	342,116
Dividends paid on ordinary shares in the year	(104,392)
Buyback of shares	(11,154)
Sale of shares from treasury	7,941
<b>Total net assets attributable to the ordinary shares at 30 June 2025</b>	<b>2,332,039</b>

The Company does not have any dilutive securities.

## 22 Capital commitments and contingent liabilities

### Capital commitments

There were no capital commitments as at 30 June 2025 (2024: none).

### Contingent liabilities

As at 30 June 2025, there were no contingent liabilities (2024: none).

## 23 Transactions with the Manager and related parties

The Company appointed subsidiaries of Janus Henderson Group plc to provide investment management, accounting, secretarial and administrative services under an agreement dated 22 July 2014. This agreement was updated and restated with effect from 15 February 2024. Janus Henderson has contracted BNP Paribas to provide accounting and administration services.

With effect from 1 January 2024, the management fee was changed to 0.3% per annum of net assets under management on the first £3 billion of assets and 0.275% thereafter. Prior to this, the management fee was 0.325% per annum of net assets under management. The total of management fees paid or payable to Janus Henderson under this agreement in respect of the year ended 30 June 2025 was £6,686,000 (2024: £6,424,000). The amount outstanding at 30 June 2025 was £1,740,000 (2024: £1,561,000).

In addition to the above services, Janus Henderson facilitates marketing activities with third parties which are recharged to the Company. The total fees paid or payable for these services for the year ended 30 June 2025 amounted to £367,000 including VAT (2024: £163,000) of which £180,000 was outstanding at 30 June 2025 (2024: £30,000).

Details of fees paid to Directors are included in the Directors' Remuneration Report on page 57 and in note 6 on page 75.

# Additional Information



# Securities Financing Transactions

The Company engages in Securities Financing Transactions (as defined in Article 3 of Regulation (EU) 2015-2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Company's involvement in and exposures related to securities lending for the year ended 30 June 2025 are detailed below.

## Global Data

The amount of securities on loan as a proportion of total lendable assets and the Company's net assets as at 30 June 2025 are disclosed below:

Stock lending 2025		
Market value of securities on loan £'000	% of lendable assets	% of assets under management
102,131	4.16	4.38

## Concentration Data

The ten largest collateral issuers across all the securities financing transactions as at 30 June 2025 are disclosed below:

Issuer	Market value of collateral received £'000
Government of France	16,648
Government of Belgium	4,162
Sony	3,649
ABB	3,507
Sandvik	3,507
Subsea	3,507
Tele2	3,507
Novartis	3,507
Toyota	3,506
Sumitomo	3,506
	<b>49,006</b>

The top ten counterparties of each type of securities financing transactions as at 30 June 2025 are disclosed below:

Counterparty	Market value of securities on loan £'000
Skandinaviska Enskilda	33,086
Barclays	30,765
Merrill Lynch	19,819
Société Générale	14,644
UBS	1,771
BNP Paribas	1,348
Goldman Sachs	485
Morgan Stanley	213
	<b>102,131</b>

All counterparties are shown.

# Securities Financing Transactions (continued)

## Aggregate Transaction Data

The following table discloses a summary of aggregate transaction data related to the collateral received from securities on loan as at 30 June 2025:

Stock lending							Market value of collateral received £'000
Counterparty	Counterparty country of origin	Type	Quality	Collateral currency	Settlement basis	Custodian	
Barclays	London	Equity	Main Market Listing	GBP	Tri-party	HSBC	145
		Equity	Main Market Listing	JPY	Tri-party	HSBC	5,843
		Equity	Main Market Listing	USD	Tri-party	HSBC	12,774
		Equity	Main Market Listing	EUR	Tri-party	HSBC	10,590
		Equity	Main Market Listing	CAD	Tri-party	HSBC	3,122
		Equity	Main Market Listing	HKD	Tri-party	HSBC	25
		Government Debt	Investment Grade	JPY	Tri-party	HSBC	27
		UK Gilts	Investment Grade	GBP	Tri-party	HSBC	85
BNP Paribas	France	Equity	Main Market Listing	JPY	Tri-party	HSBC	1,429
Morgan Stanley	US	Government Debt	Investment Grade	USD	Tri-party	HSBC	224
Merrill Lynch	US	Government Debt	Investment Grade	EUR	Tri-party	HSBC	20,810
Goldman Sachs	US	Government Debt	Investment Grade	USD	Tri-party	HSBC	510
Société Générale	France	Equity	Main Market Listing	JPY	Tri-party	HSBC	13,478
		Equity	Main Market Listing	USD	Tri-party	HSBC	2,046
UBS	Switzerland	Equity	Main Market Listing	USD	Tri-party	HSBC	289
		Equity	Main Market Listing	GBP	Tri-party	HSBC	362
		Equity	Main Market Listing	JPY	Tri-party	HSBC	402
		Equity	Main Market Listing	SGD	Tri-party	HSBC	89
		Equity	Main Market Listing	EUR	Tri-party	HSBC	9
		Equity	Main Market Listing	AUD	Tri-party	HSBC	181
		Equity	Main Market Listing	HKD	Tri-party	HSBC	546
Skandinaviska Enskilda	Sweden	Equity	Main Market Listing	USD	Tri-party	HSBC	138
		Equity	Main Market Listing	CHF	Tri-party	HSBC	7,014
		Equity	Main Market Listing	JPY	Tri-party	HSBC	14,881
		Equity	Main Market Listing	NOK	Tri-party	HSBC	3,507
		Equity	Main Market Listing	SEK	Tri-party	HSBC	9,531
							108,057

The lending and collateral transactions are on an open basis and can be recalled on demand.

### Re-use of collateral

The Company does not engage in re-use of collateral.

### Return and cost

The return and cost of engaging in securities lending by the Company and the securities lending agent in absolute terms and as a percentage of overall returns are disclosed below:

Total gross amount of securities lending income	Direct and indirect costs and fees deducted by securities lending agent	% return of the securities lending agent	Net securities lending income retained by the Company	% return of the Company
£295,000	£59,000	20	£236,000	80



# Alternative Performance Measures (unaudited)

The Company uses the following Alternative Performance Measures (“APMs”) throughout the annual report, financial statements and notes to the financial statements. The APMs are reconciled to the financial statements through the narrative below. The Board believes that each of the APMs, which are typically used within the investment trust sector, provide additional useful information to shareholders to help assess the Company’s performance against its peer group.

## Discount or Premium

The amount by which the market price per share of an investment trust is either higher (premium) or lower (discount) than the NAV per share, expressed as a percentage of the NAV per ordinary share.

	NAV with debt at fair value Pence	NAV with debt at par value Pence	Share price Pence	Premium/ (discount) to fair value NAV %	Premium/ (discount) to par value NAV %
At 30 June 2025	478.14	472.53	487.50	2.0	3.2
At 30 June 2024	429.57	424.29	420.00	(2.2)	(1.0)

## Gearing/(Net Cash)

Gearing means borrowing money to buy assets with the expectation that the return on investments bought will exceed the interest cost of the borrowings. The gearing percentage reflects the amount of borrowings (e.g. bank loans, overdrafts or secured notes) the Company has used to invest in the market, and is calculated by taking the difference between total investments (see note 11 on page 78) and total shareholders’ funds (see Statement of Financial Position), dividing this by total shareholders’ funds and multiplying by 100 as indicated below:

		2025	2024
Investments held at fair value through profit or loss (see note 11) (£’000)	(A)	2,455,528	2,246,245
Net assets (page 70) (£’000)	(B)	2,332,039	2,097,528
Gearing (C = A/B - 1) (%)	(C)	5.3	7.1

The Company can also use synthetic gearing through derivatives and foreign exchange hedging.

## NAV with Debt at Par and Fair Value

		2025 £’000	2024 £’000
Investment held at fair value through profit or loss (see note 11)		2,455,528	2,246,245
Investment in subsidiary undertakings (see note 12)		347	347
Current assets (see page 70)		14,443	12,911
Creditors amounts falling due within one year (see note 14)		(22,552)	(46,307)
Creditors amounts falling due after more than one year (see note 15)		(115,727)	(115,668)
<b>NAV with debt at par</b>	<b>(A)</b>	<b>2,332,039</b>	<b>2,097,528</b>
Less fair value of preference and preferred stock and secured notes (see note 16.4)		(88,081)	(89,538)
Add back: par value of preference and preferred stock and amortised cost of secured notes		115,727	115,668
<b>NAV with debt at fair value</b>	<b>(B)</b>	<b>2,359,685</b>	<b>2,123,658</b>
Ordinary shares in issue excluding treasury shares (see note 17) (C) (number)	<b>(C)</b>	493,517,106	494,363,001
<b>NAV per ordinary share with debt at par (see page 70) (A/C x 100) (pence)</b>		<b>472.53</b>	<b>424.29</b>
<b>NAV per ordinary share with debt at fair value (B/C x 100) (pence)</b>		<b>478.14</b>	<b>429.57</b>

The aggregate NAV is also referred to as total shareholders’ funds in the Statement of Financial Position. The NAV per ordinary share is published daily and the year end NAV can be found on page 70 and further information is available on page 86 in note 21.



# Alternative Performance Measures (unaudited) (continued)

## Ongoing Charge

The ongoing charge ratio has been calculated in accordance with the guidance issued by the AIC. It represents the total investment management fee and other administrative expenses expressed as a percentage of the average net asset values with debt at fair value throughout the year.

	2025 £'000	2024 £'000
Management fee (see note 5)	6,686	6,424
Other administrative expenses (see note 6)	1,228	1,009
Less: non-recurring expenses	(31)	(65)
<b>Ongoing charge</b>	<b>7,883</b>	<b>7,368</b>
<b>Average net assets<sup>1</sup></b>	<b>2,200,090</b>	<b>2,016,041</b>
<b>Ongoing charge ratio</b>	<b>0.36%</b>	<b>0.37%</b>

1 Calculated using the average daily net asset value with debt at fair value

The non-recurring expenses include those relating to board evaluation and research on the company and its competitors (2024: Director recruitment, delisting from the New Zealand Stock Exchange, French dividend reclaims and the New Zealand climate change consultation).

## Revenue Earnings per Share

The revenue earnings per share is the revenue return for the year (see Income Statement) divided by the weighted average number of ordinary shares in issue during the year (see note 9 on page 77).

## Revenue Reserve per Share

The revenue reserve per share is the revenue return for the year (see Statement of Financial Position) at the year end divided by the number of shares in issue (see note 17 on page 84) at the year end date.

## Total Return

The total return is the return on the share price or NAV with debt at fair value taking into account both the rise and fall of NAVs/ share prices and dividends paid to shareholders. Each component of the total return needs to be compounded as a geometric return to arrive at the total return. Any dividends received by a shareholder are assumed to have been reinvested in either additional shares (for share price total return) or the Company's assets (for NAV with debt at fair value total return). Dividends paid and payable are set out in note 10 on page 77.

	2025		2024	
	NAV per share with debt at fair value	Share price	NAV per share with debt at fair value	Share price
Opening NAV/Share price per share (pence)	429.57	420.00	391.24	397.00
Closing NAV/Share price per share (pence)	478.14	487.50	429.57	420.00
Change in the year (%)	11.3	16.1	9.8	5.8
Impact of dividends reinvested (%)	4.9	4.9	5.3	5.3
<b>Total return for the year (%)</b>	<b>16.8</b>	<b>21.8</b>	<b>15.6</b>	<b>11.3</b>

## Yield

The yield is the annual dividend expressed as a percentage of the year end share price.

		30 June 2025	30 June 2024
Annual dividend (pence)	(A)	21.30	20.60
Share price (pence)	(B)	487.5	420.0
Yield (C = A/B) (%)	(C)	4.4	4.9

# Glossary

## Alternative Investment Fund Managers Directive (“AIFMD”)

The AIFMD classifies certain investment vehicles, including investment companies, as Alternative Investment Funds (“AIFs”) and requires them to appoint an Alternative Investment Fund Manager (“AIFM”) and depositary to manage and oversee the operations of the investment vehicle. The Board of Directors retains responsibility for strategy, operations and compliance and the Directors retain a fiduciary duty to shareholders.

## Alternative Performance Measures

Details of alternative performance measures used by the Company can be found on pages 90 and 91.

## Association of Investment Companies (“AIC”)

The Company is a member of the AIC which is the trade body for investment companies and represents the industry in relation to various matters which impact the regulation of such entities. The Company is a constituent of the UK Equity Income sector.

## Benchmark

A measure against which performance is compared. For the Company this is the FTSE All-Share Index.

## Custodian

The custodian is responsible for ensuring the safe custody of the Company’s assets and ensuring that all transactions in the underlying holdings are transacted in an accurate and timely manner.

## Depositary

As an AIF, the Company is required to appoint a depositary who has responsibility for overseeing the operations of the Company including safekeeping, cash monitoring and verification of ownership and valuation. The Depositary is strictly liable for the loss of any investments or other assets in its custody unless it has notified that it has discharged its liability in certain markets. The Depositary has confirmed that it has not discharged liability in relation to any of the Company’s assets.

The Depositary has further confirmed that, in all material respects, the Company has been managed in accordance with the FCA’s Investment Funds Sourcebook, the Company’s Articles of Association and as required by the AIFMD.

## Derivative

A contract between two or more parties in relation to an underlying security. The value of a derivative will fluctuate in accordance with the value of the security and is a form of gearing as the fluctuations in value are usually greater than the fluctuations in the underlying security’s value. Examples of derivatives are put and call options, swap contracts,

futures and contracts for difference. Foreign exchange, interest rates and commodities may also be traded using derivative contracts.

## Dividend Dates

When declared or recommended, each dividend will have three key dates applied to it. The payment date is the date on which shareholders will receive their dividend, either by BACS transfer or by receipt of a dividend cheque. The record date applied to the dividend is used as a cut-off for the Company’s Registrar to know which shareholders should be paid a dividend. Only shareholders on the Register of Members at the close of business on the record date will receive the dividend. The ex-dividend date is the business day before the record date and is the date upon which the Company’s net asset value will be disclosed ex-dividend.

## Investment Trusts

Investment trusts are public limited companies, listed on the London Stock Exchange, which provide shareholders with a professionally managed portfolio of investments. Investment trusts are exempt from tax on the capital gains arising on their investments subject to meeting certain criteria. Income, net of expenses and tax, is substantially distributed to shareholders. Investment trusts are also known as investment companies, although the tax legislation retains the reference to investment trusts.

## Liquidity

In the context of the liquidity of shares in the stock market, this refers to the availability of buyers in the market for the share in question. Where the market in a particular share is described as liquid, that share will be in demand and holders wishing to sell their shares should find ready buyers. Conversely, where the market in a share is illiquid the difficulty of finding a buyer will tend to depress the price that might be negotiated for a sale.

## Market Capitalisation

The market value of a company, calculated by multiplying the mid-market price per share by the number of shares in issue.

## Ongoing Charge

The ongoing charge reflects those expenses of a type which are likely to recur in the foreseeable future, whether charged to revenue or capital, and which relate to the operation of the Company as a collective fund, excluding the costs of acquisition or disposal of investments, finance costs and gains or losses arising on investments. Details of the calculation of the ongoing charge can be found on page 91.

## Simple versus Weighted Average

The simple average ignores the fund size and assigns an equal weight to all data points. Under the weighted average, greater importance (weight) is assigned to funds of a larger size.

# General Shareholder Information

## AIFMD Disclosures and Remuneration

In accordance with the AIFMD, information in relation to the Company's leverage and remuneration of Janus Henderson Fund Management UK Limited, as the Company's AIFM are required to be made available to investors. These disclosures, including those on the AIFM's remuneration policy, are contained in an AIFMD Disclosure document which can be found on the Company's website.

## BACS

Dividends and interest can be paid to shareholders and stockholders by means of BACS (Bankers' Automated Clearing Services); mandate forms for this purpose are available from the Registrar. Alternatively, shareholders can write to the Registrar to give their instructions; these must include the bank account number, the bank account title and the sort code of the bank to which payments are to be made.

## Common Reporting Standard ("CRS")

Tax legislation requires the Company to provide personal information to HMRC on certain investors who purchase shares in investment trusts. This information is provided annually to the local tax authority of the tax residencies of a number of non-UK based certificated shareholders and corporate entities.

## Equality Act 2010

This report and other documents issued by the Company are available from the Corporate Secretary. If needed, copies can be made available in a variety of formats, including Braille or larger type as appropriate.

A 'typetalk' operator (provided by the Royal National Institute for Deaf People) is available to support speech and hearing-impaired people to make telephone calls. Please dial 18001 followed by the number you wish to dial.

## General Data Protection Regulation ("GDPR")

A privacy statement can be found on the website [www.janushenderson.com](http://www.janushenderson.com).

## ISA

The Company intends to continue to manage its affairs in order to qualify as an eligible investment for a stocks and shares ISA.

## Non-Mainstream Pooled Investments Status

The Company currently conducts its affairs so that its ordinary shares of 25p each can be recommended by IFAs 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.

## Performance Details/Share Price Information

Information about the Company's share price and NAV is available on its website, [www.cityinvestmenttrust.com](http://www.cityinvestmenttrust.com) and in the London Stock Exchange Daily Official List. The Company's NAV is published daily.

The market price of the Company's ordinary shares is published daily in The Financial Times and other leading newspapers. The Financial Times also shows figures for the estimated NAV and the premium/discount.

## Shareholder Details

Shareholders who hold their shares in certificated form can check their shareholding with the Registrar, Computershare Investor Services PLC, via [www.investorcentre.co.uk](http://www.investorcentre.co.uk). To gain access to your details on the Computershare site you will need the holder reference number shown on your share certificate.

## Taxonomy Regulation

Regulation (EU) 2020/852 establishes the basis for the EU taxonomy. This is a classification system, establishing a list of environmentally sustainable economic activities to provide companies, investors and policymakers with appropriate definitions for which economic activities can be considered environmentally sustainable. The Company confirms that the investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

# Financial Calendar

## Financial Calendar

Annual results: September

Annual General Meeting: October

Half-year results: February

## Dividends<sup>1</sup>

Ordinary shares:

- first interim payable on 30 November
- second interim payable on 28 February
- third interim payable on 31 May
- fourth interim payable on 31 August

Preference and preferred ordinary stocks:

- payable on 28 February and 31 August

<sup>1</sup> Payments are made on the nearest working day prior to the dates indicated above

## Secured Notes Interest

4.53% secured notes 2029:

- payable on 22 January and 22 July  
Redeemable at par on 22 January 2029

2.94% secured notes 2049:

- payable on 17 May and 17 November  
Redeemable at par on 17 November 2049

2.67% secured notes 2046:

- payable on 19 March and 19 September  
Redeemable at par on 19 March 2046

## FCA Share Fraud Warning

### Investment and pension scams are often sophisticated and difficult to spot



#### Be a ScamSmart investor and spot the warning signs

##### Fraudsters will often:

- contact you out of the blue
- apply pressure to invest quickly
- downplay the risks to your money
- promise tempting returns that sound too good to be true
- say that they're only making the offer available to you or even ask you to not tell anyone else about it



#### How to avoid investment and pension scams

- 1 Reject unexpected offers**  
Scammers usually cold call, but contact can also come by email, post, word of mouth or at a seminar. If you've been offered an investment out of the blue, chances are it's a high risk investment or a scam.
- 2 Check the FCA Warning List**  
Use the FCA Warning List to check the risks of a potential investment – you can also search to see if the firm is known to be operating without our authorisation.
- 3 Get impartial advice**  
Get impartial advice before investing – don't use an adviser from the firm that contacted you.

#### If you're suspicious, report it

You can report the firm or scam to us by contacting our **Consumer Helpline** on **0800 111 6768** or using our reporting form using the link below.

If you've lost money in a scam, contact Action Fraud on 0300 123 2040 or [www.actionfraud.police.uk](http://www.actionfraud.police.uk)



**Be ScamSmart and visit**  
**[www.fca.org.uk/scamsmart](http://www.fca.org.uk/scamsmart)**



# Notice of Annual General Meeting





# Notice of Annual General Meeting

## THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

If you are in any doubt as to what action you should take, you should consult your stockbroker, solicitor, accountant or other independent financial adviser authorised under the Financial Services and Markets Act 2000 (as amended) if you are resident in the UK, or if not, from another appropriately authorised independent financial adviser in your own jurisdiction.

If you have sold, transferred or otherwise disposed of all your shares or other voting securities in The City of London Investment Trust plc (the "Company"), please pass this document, but not any accompanying personalised Form of Proxy, to the purchaser or transferee or to the bank, stockbroker or other agent through whom or by whom the sale or transfer was made, for delivery to the purchaser or transferee. If you have sold or transferred or otherwise disposed of only part of your holding, you should retain this document and the accompanying Form of Proxy and consult the stockbroker, bank or other agent through whom you made the sale, transfer or disposal.

Notice is hereby given that the 133rd Annual General Meeting of The City of London Investment Trust plc will be held at 201 Bishopsgate, London EC2M 3AE on **Thursday, 30 October 2025 at 1.00pm** for the transaction of the following business:

## Ordinary Business

- 1 To receive the Annual Report and the audited financial statements for the year ended 30 June 2025.
- 2 To approve the Directors' Remuneration Report for the year ended 30 June 2025.
- 3 To re-elect Sir Laurie Magnus CBE as a Director of the Company.
- 4 To re-elect Mr Ominder Dhillon as a Director of the Company.
- 5 To re-elect Mr Robert Holmes as a Director of the Company.
- 6 To re-elect Ms Sally Lake as a Director of the Company.
- 7 To re-elect Mrs Clare Wardle as a Director of the Company.
- 8 To re-appoint Ernst & Young LLP as independent auditor to the Company.
- 9 To authorise the Audit and Risk Committee to determine the auditor's remuneration.

## Special Business

To consider and, if thought fit, pass the following resolutions, of which resolutions 10 and 11 will be proposed as ordinary resolutions and resolutions 12 to 15 will be proposed as special resolutions:

- 10 To approve the Company's dividend policy of continuing to pay four quarterly interim dividends in each year.
- 11 THAT, in substitution for all existing authorities, the Directors of the Company be and they are hereby generally and unconditionally authorised pursuant to and in accordance with Section 551 of the Companies Act 2006 ("the Act") to exercise all the powers of the Company to allot ordinary shares of 25p each in the capital of the Company ("ordinary shares") and to grant

rights to subscribe for, or to convert any security into, ordinary shares up to an aggregate nominal amount of £12,386,678 (or such other amount as shall be equivalent to 10% of the issued ordinary share capital at the date of passing of this resolution, excluding shares held in treasury), provided that this authority shall expire at the conclusion of the next annual general meeting of the Company or, if earlier, on the expiry of 15 months from the passing of this resolution, unless renewed at a general meeting prior to such time, save that the Directors may before such expiry make an offer or enter into an agreement which would or might require ordinary shares to be allotted or rights to be granted after such expiry and the Directors may allot ordinary shares and grant rights in pursuance of such an offer or agreement as if the authority conferred hereby had not expired.

- 12 THAT, subject to the passing of Resolution 11 and in substitution for all existing authorities, the Directors be and they are hereby empowered pursuant to Sections 570 and 573 of the Companies Act 2006 ("the Act") to allot ordinary shares for cash pursuant to the authority conferred by Resolution 11 and to sell ordinary shares from treasury for cash as if Section 561(1) of the Act did not apply to any such allotment or sale, provided that this authority shall be limited to the allotment or sale of ordinary shares:

(a) up to an aggregate nominal amount of £12,386,678 (or such other amount as shall be equivalent to 10% of the issued ordinary share capital at the date of passing of this resolution, excluding shares held in treasury); and

(b) at a price not less than the net asset value per share;

and shall expire at the conclusion of the next annual general meeting of the Company, or if earlier, on the expiry of 15 months from the passing of this resolution, unless renewed at a general meeting prior to such time, save that the Directors may before such expiry make an offer or enter into an agreement which would or might require ordinary shares to be allotted or sold from treasury after such expiry and the Directors may allot ordinary shares or sell ordinary shares from treasury in pursuance of such an offer or agreement as if the authority conferred hereby had not expired.

# Notice of Annual General Meeting (continued)

- 13** THAT, in substitution for all existing authorities, the Company be and is hereby generally and unconditionally authorised in accordance with Section 701 of the Companies Act 2006 ("the Act") to make market purchases (within the meaning of Section 693(4) of the Act) of ordinary shares of 25p each in the capital of the Company, on such terms and in such manner as the Directors may from time to time determine, provided that:
- (a) the maximum number of ordinary shares which may be purchased is 14.99% of the Company's issued ordinary share capital at the date of the resolution, excluding shares held in treasury (equivalent to 74,270,519 ordinary shares as at 12 September 2025, being the last practicable date prior to publication of this Notice);
  - (b) the maximum price (exclusive of expenses) which may be paid for an ordinary share shall not exceed the higher of:
    - (i) 105% of the average of the middle market quotations for the shares as taken from the London Stock Exchange Daily Official List for the five business days preceding the date of purchase; and
    - (ii) the higher of the last independent trade and the highest current independent bid on the London Stock Exchange;
  - (c) the minimum price (exclusive of expenses) which may be paid for an ordinary share shall be 25p, being the nominal value per share;
  - (d) the authority hereby conferred shall expire at the conclusion of the next annual general meeting of the Company, or, if earlier, on the expiry of 15 months from the passing of this resolution, unless such authority is renewed before that expiry;
  - (e) the Company may make a contract to purchase ordinary shares under the authority hereby conferred which will or may be executed wholly or partly after the expiration of such authority and may make a purchase of ordinary shares pursuant to any such contract; and
  - (f) any ordinary shares so purchased shall be:
    - (i) cancelled immediately upon completion of the purchase; or
    - (ii) held, sold, transferred or otherwise dealt with as treasury shares in accordance with the provisions of the Act.
- 14** THAT the Company be and is hereby authorised in accordance with Section 701 of the Companies Act 2006 ("the Act") to make market purchases (within the meaning of Section 693(4) of the Act) of the Company's 4.2% cumulative first preference stock ("the First Preference Stock"), 4.2% non-cumulative second preference stock ("the Second Preference Stock") and 14% non-cumulative preferred ordinary stock ("the Preferred Ordinary Stock") (together "the Preferred Stock"), provided that:
- (a) the maximum amount of Preferred Stock hereby authorised to be purchased is the entire issued capital amount of each such class of Preferred Stock as at the date of this resolution, being:
    - (i) £301,982 of First Preference Stock;
    - (ii) £507,202 of Second Preference Stock; and
    - (iii) £589,672 of Preferred Ordinary Stock;
  - (b) the minimum price (exclusive of expenses) which may be paid for each £1 of capital of Preferred Stock is 1p;
  - (c) the maximum price (exclusive of expenses) which may be paid for each £1 of capital of Preferred Stock is an amount equal to a yield of 175 basis points over the 50-year gilt at the time of purchase;
  - (d) the authority hereby conferred shall expire at the conclusion of the next annual general meeting of the Company, or, if earlier on the expiry of 15 months from the passing of this resolution, unless such authority is renewed before that expiry; and
  - (e) the Company may make a contract to purchase any class of Preferred Stock under the authority hereby conferred prior to the expiry of such authority which will or may be executed wholly or partly after the expiration of such authority and may make a purchase of Preferred Stock pursuant to any such contract.
- 15** THAT a general meeting other than an annual general meeting may be called on not less than 14 clear days' notice, such authority to expire at the conclusion of the next annual general meeting of the Company.

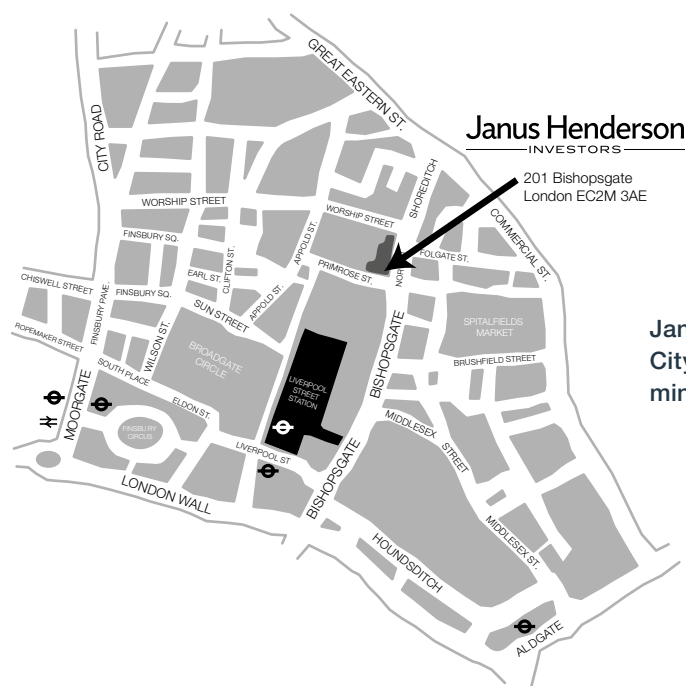
By order of the Board

Janus Henderson Secretarial Services UK Limited  
Corporate Secretary  
16 September 2025

Registered Office:  
201 Bishopsgate, London EC2M 3AE

# Notice of Annual General Meeting (continued)

## AGM Venue



Janus Henderson Investors is located in the City of London at 201 Bishopsgate. It is a few minutes' walk from Liverpool Street Station.

## Explanations of the Resolutions

The information below is an explanation of the business to be considered at the 2025 Annual General Meeting.

Resolutions 1 to 11 are proposed as ordinary resolutions. This means that for each of those resolutions to be passed more than half of the votes cast must be in favour of the resolution.

Resolutions 12 to 15 are proposed as special resolutions. This means that for each of those resolutions to be passed at least three-quarters of the votes cast must be in favour of the resolution.

### Ordinary Business

#### Resolution 1: Annual Report (ordinary resolution)

The Directors are required to present to the Meeting the Annual Report and audited financial statements for the year ended 30 June 2025, including the Strategic Report, Directors' Report, Independent Auditor's Report and the Directors' Remuneration Report. Shareholders will be given an opportunity to ask questions on these items at the Meeting before being invited to receive the Annual Report and audited financial statements.

#### Resolution 2: Directors' Remuneration Report

(ordinary resolution)

Shareholders are asked to approve the Directors' Remuneration Report for the year ended 30 June 2025, which is set out on pages 55 to 58. The vote on the Remuneration Report is advisory and does not affect the remuneration payable to any individual Director. However, the Board will take feedback from shareholders regarding remuneration and incorporate this into any future remuneration discussions.

#### Resolutions 3 to 7: Re-election of Directors

(ordinary resolutions)

In keeping with provisions of the AIC Code of Corporate Governance, all Directors will be retiring at the Meeting and offer themselves for re-election.

The Board has reviewed the performance and commitment of the Directors standing for re-election and considers that each of the Directors should continue in office as they bring wide, current and relevant business experience that allows them to contribute effectively to the leadership of the Company. Furthermore, the Board is satisfied that, having considered each Director's experience and the nature of, and anticipated demands on his or her time by their other business commitments, each Director is able to commit the time required to fulfil his or her responsibilities as a Director of the Company.

**Resolution 3** relates to the re-election of Sir Laurie Magnus CBE, who joined the Board in March 2020 and was appointed Chairman of the Company following the conclusion of the 2020 Annual General Meeting. Sir Laurie has over 45 years of experience in corporate finance markets and over 20 years as a member of investment supervisory bodies, including as a director of various investment trusts.

**Resolution 4** relates to the re-election of Ominder Dhillon, who joined the Board in September 2021. Ominder has strong investment knowledge across public and private markets, especially in regard to sustainable investing, sales and marketing expertise and a good understanding of governance and risk management.

# Notice of Annual General Meeting (continued)

**Resolution 5** relates to the re-election of Robert (Ted) Holmes, who joined the Board in January 2018. Ted has a strong background in investment management.

**Resolution 6** relates to the re-election of Sally Lake, who joined the Board in August 2024. Sally has spent the majority of her career within non-life commercial insurance and was until recently CFO of a FTSE 100 company.

**Resolution 7** relates to the re-election of Clare Wardle, who joined the Board in November 2019. Clare brings to the Board considerable international experience in risk, governance, competition and compliance.

A detailed biography of each Director is given on pages 38 and 39.

## Resolutions 8 and 9: Re-appointment and remuneration of the auditor (ordinary resolutions)

In accordance with Sections 489 and 492 of the Companies Act 2006 (the "Act"), shareholders are required to approve the appointment of the Company's auditor, Ernst & Young LLP. Ernst & Young have expressed their willingness to continue as auditor to the Company. Following a satisfactory performance review, the Board is recommending their re-appointment in respect of the year ending 30 June 2026 and seeking authority for the Audit and Risk Committee to determine their remuneration.

## Special Business

### Resolution 10: Dividend payment policy (ordinary resolution)

The Company's policy is to pay dividends on a quarterly basis, with dividends declared in September, December, April and July and paid in November, February, May and August each year. As the fourth dividend is payable prior to the Annual General Meeting, which is held in October each year, it is declared as an interim dividend and there is accordingly no final dividend.

The Board is conscious that this means shareholders will not be given the opportunity to vote on payment of a final dividend. Accordingly, shareholders are asked to confirm their ongoing approval of the approach to paying four quarterly interim dividends, which in the year ended 30 June 2025 totalled 21.3p per ordinary share.

### Resolutions 11 and 12: Authority to allot shares and disapply pre-emption rights (ordinary and special resolutions respectively)

On 31 October 2024, the Directors were granted authority to issue up to 49,433,472 ordinary shares, having a nominal value of £12,358,368 and representing 10% of the issued ordinary share capital, on a non pre-emptive basis. Whilst no new shares have been issued, 3,635,000 shares have been sold from treasury in the period since the 2024 AGM to 12 September 2025 (the latest practicable date prior to publication of this notice). The authorities will expire at the 2025 AGM.

Resolution 11 will renew the authority to allot shares and Resolution 12 will authorise the Directors to disapply pre-emption rights when issuing shares and selling shares from treasury. The authorities will allow the Directors to issue or sell up to 49,546,710 ordinary shares (with a nominal value of £12,386,678) (or such other amount as shall be equivalent to 10% of the issued ordinary share capital (excluding shares held in treasury) at the date of passing the resolution) on a non pre-emptive basis. If renewed, the authorities will expire on the earlier of the date falling 15 months after the passing of the resolution and the conclusion of the next AGM.

The Board's policy, subject to prevailing market conditions, is for the Company's share price to reflect closely its underlying NAV while smoothing volatility and encouraging a liquid market in the ordinary shares. For this reason, the Board has, when appropriate, sought to utilise the Company's ability to issue additional ordinary shares to satisfy investor appetite and reduce share price volatility by preventing the build-up of excessive demand for the ordinary shares. By issuing the shares at a premium to NAV, the Board seeks to protect the interests of existing shareholders so they benefit from an enhancement to NAV, to increase liquidity and to spread the fixed costs of the Company over a larger asset base. The Board also seeks to ensure that the price at which new ordinary shares are issued remains attractive to potential investors.

### Resolution 13: Repurchase of the Company's ordinary shares (special resolution)

On 31 October 2024, the Directors were granted authority to repurchase 74,100,744 ordinary shares (with a nominal value of £18,525,186). Resolution 13 will renew the Company's authority to buy back shares. The authority under this resolution is limited to the purchase of a maximum of 14.99% of the ordinary shares in issue at the date of the resolution (excluding shares held in treasury), equal to 74,270,519 ordinary shares at 12 September 2025.

The minimum price which may be paid for an ordinary share is 25p, being the nominal value per share. In accordance with the UK Listing Rules of the FCA, the maximum price which may be paid for an ordinary share is the higher of:

- (i) 105% of the average of the middle market quotations for the shares as taken from the London Stock Exchange Daily Official List for the five business days preceding the date of purchase; and
- (ii) the higher of the last independent trade and the highest current independent bid on the London Stock Exchange.

Both the minimum and maximum price are exclusive of any relevant tax and expenses payable by the Company.

2,502,617 shares have been bought back under the existing authority in the period to 12 September 2025. The Directors believe that, from time to time and subject to market conditions, it will continue to be in the shareholders' interests to buy back the Company's shares when they are trading at a discount to the underlying net asset value per share.



# Notice of Annual General Meeting (continued)

The Company may utilise the authority to purchase shares by either a single purchase or a series of purchases when market conditions allow, with the aim of maximising the benefit to shareholders. This proposal does not indicate that the Company will purchase shares at any particular time or price, nor imply any opinion on the part of the Directors as to the market or other value of the Company's shares.

The Company may cancel or hold in treasury any shares bought back under this authority. The authority granted under Resolution 13 will expire at the earlier of the date falling 15 months after the passing of this resolution and the conclusion of the next AGM and it is the present intention of the Directors to seek a similar authority annually.

## **Resolution 14: Repurchase of the Company's Preferred Stock** (special resolution)

The Company has in issue 4.2% cumulative first preference stock ("First Preference Stock"), 4.2% non-cumulative second preference stock ("Second Preference Stock") and 14% non-cumulative preferred ordinary stock ("Preferred Ordinary Stock") (together the "Preferred Stock").

On 31 October 2024, the Directors were granted authority to repurchase for cancellation up to the entire issued capital amount of each class of Preferred Stock. At the date of this Notice, no repurchases have been made of any of the Preferred Stock under this authority.

The Board considers that the Company should continue to have the power to make market purchases of its Preferred Stock in the event that appropriate opportunities to make such purchases arise. Accordingly, a resolution will be proposed at the forthcoming AGM to authorise the Company to make market purchases for cancellation of the Preferred Stock, up to the entire issued capital amount of each class in issue. The maximum price that can be paid for each £1 of Preferred Stock is an amount equal to a yield of 175 basis points over the 50-year gilt at the time of purchase. By way of example, as at 12 September 2025, the 50-year gilt was at a 5.11% yield to maturity. The lowest yield that would therefore be paid would be 6.86%, resulting in maximum prices (excluding accrued interest and calculated as the stock interest coupon divided by the yield) of 87.5p on the First Preference Stock, 61.2p on the Second Preference Stock and 291.5p on the Preferred Ordinary Stock.

The Directors will only use the authority if to do so will result in an increase in the NAV per ordinary share and will be in the best interests of shareholders generally. This authority will expire at the earlier of the date falling 15 months after the passing of this resolution and the conclusion of the next AGM.

## **Resolution 15: Notice of general meetings** (special resolution)

The Act and the Company's Articles of Association provide that all general meetings (other than an annual general meeting) can be convened on 14 clear days' notice. However, one of the requirements of the Shareholders' Rights Regulation is that all general meetings must be held on 21 clear days' notice, unless shareholders agree to a shorter notice period. The Board is of the view that it is in the Company's interests to have a shorter notice period which allows all general meetings (other than an annual general meeting) to be called on not less than 14 clear days' notice. The passing of Resolution 15 would constitute shareholders' agreement for the purposes of the Shareholders' Rights Regulation and would therefore preserve the Company's ability to call general meetings (other than an annual general meeting) on 14 clear days' notice. The Board would utilise this authority to provide flexibility when merited and would not use it as a matter of routine. The Board intends to seek a renewal of such authority at subsequent annual general meetings.

# Notice of Annual General Meeting (continued)

## Notes to the Notice of Annual General Meeting

### 1. Voting record date

Only members registered in the Registers of Members of the Company at close of business on Tuesday, 28 October 2025 (the “voting record date”) shall be entitled to attend, speak and vote at the AGM in respect of the number of voting rights registered in their name at that time. Changes to entries on the Registers of Members after the voting record date shall be disregarded in determining the rights of any person to attend and vote at the Meeting.

If the AGM is adjourned for no more than 48 hours after the original time, the same voting record date will also apply for the purpose of determining the entitlement of members to attend, speak and vote (and for the purpose of determining the number of votes they may cast) at the adjourned meeting. If the AGM is adjourned for more than 48 hours, then the voting record date will be close of business on the day which is two days (excluding non-working days) before the day of the adjourned meeting or, if the Company gives notice of the adjourned meeting, at any time specified in that notice.

In the case of joint holders of a voting right, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the votes of the other joint holders and, for this purpose, seniority shall be determined by the order in which the names stand in the Register of Members in respect of the joint holding.

### 2. Right to attend and vote

Holders of ordinary shares, First Preference and Preferred Ordinary Stock are entitled to attend, speak and vote on a poll or show of hands. On a poll holders of: (a) ordinary shares have one vote for every 15 shares; (b) First Preference Stock have one vote for every £10 of stock held; and (c) Preferred Ordinary Stock have one vote for every £20 of stock held.

### 3. Holders of Second Preference Stock

This notice is sent for information only to holders of the Second Preference Stock who are not entitled to attend, speak or vote at the Meeting.

### 4. Right to appoint proxies

Pursuant to Section 324 of the Act, a member entitled to attend, speak and vote at the Meeting may appoint one or more proxies, provided that each proxy is appointed to exercise the rights attached to different shares/stock held by him/her. A proxy need not be a member of the Company.

A Form of Proxy is enclosed. The return of the Form of Proxy or a CREST proxy instruction will not preclude a member from attending and voting in person at the Meeting.

If the total number of voting rights that the Chairman will be able to vote (taking into account any proxy appointments from shareholders over which he is given discretion and any

voting rights in respect of his own shares) is such that he will have a notifiable obligation under the Disclosure Guidance and Transparency Rules (“DTRs”) of the FCA, the Chairman will make the necessary notifications to the Company and to the FCA.

Therefore, any member holding 3% or more of the voting rights in the Company who grants the Chairman a discretionary proxy in respect of some or all of those voting rights and so would otherwise have a notification obligation under the DTRs, need not make a separate notification to the Company and to the FCA. However, any member holding 3% or more of the voting rights in the Company who appoints a person other than the Chairman as proxy will need to ensure that both the member and the proxy comply with their respective disclosure obligations under the DTRs.

Section 324 does not apply to persons nominated to receive information rights pursuant to Section 146 of the Act. Persons nominated to receive information rights under Section 146 of the Act have been sent this Notice and are hereby informed, in accordance with Section 149(2) of the Act, that they may have the right under an agreement with the registered member by whom they are nominated to be appointed, or to have someone else appointed, as a proxy for this Meeting. If they do not wish to exercise their right or do not have such right, they may have a right under such an agreement to give instructions to the member as to the exercise of voting rights.

Nominated persons should contact the registered member by whom they were nominated (not the Company) in respect of their arrangements.

The rights of members relating to the appointment of proxies do not apply to nominated persons.

### 5. Proxies’ right to vote at the Meeting

On a vote by a show of hands, each proxy has one vote.

If a proxy is appointed by more than one member and all such members have instructed the proxy to vote in the same way, the proxy will only be entitled on a show of hands to vote “for” or “against” as applicable. If a proxy is appointed by more than one member, but such members have given different voting instructions, the proxy may on a show of hands vote both “for” and “against” in order to reflect the different voting instructions.

All or any of the voting rights of the member may be exercised by one or more duly appointed proxies. However, where a member appoints more than one proxy, Section 285(4) of the Act does not permit the exercise by the proxies taken together of more extensive voting rights than could be exercised by the member in person.

### 6. Voting by corporate representatives

Corporate representatives are entitled to attend, speak and vote on behalf of the corporate member in accordance with Section 323 of the Act provided they do not do so in relation to the same shares.

# Notice of Annual General Meeting (continued)

## 7. Receipt and termination of proxies

To be valid the enclosed Form of Proxy must be received by the Company's Registrar (Computershare Investor Services PLC, The Pavilions, Bridgwater Road, Bristol BS99 6ZY) before 1.00pm on Tuesday, 28 October 2025 (or, in the case of an adjournment, no later than 48 hours before the time fixed for the holding of the adjourned meeting).

As an alternative to completing and returning the printed Form of Proxy, you may submit your proxy electronically by accessing [www.investorcentre.co.uk/eproxy](http://www.investorcentre.co.uk/eproxy). For security purposes, you will be asked to enter the control number, your shareholder reference number ("SRN") and personal identification number ("PIN") to validate the submission of your proxy online. The control number and members' individual SRN and PIN numbers are shown on the Form of Proxy. To be valid, electronic proxies must be received no later than 1.00pm on Tuesday, 28 October 2025 (or, in the case of an adjournment, no later than 48 hours before the time fixed for the holding of the adjourned meeting).

A member may terminate a proxy's authority at any time before the commencement of the Meeting. Termination must be provided in writing and submitted to the Company's Registrar.

In accordance with the Company's Articles of Association, in determining the deadline for receipt of proxies, no account shall be taken of any part of a day that is not a working day.

## 8. Communication with the Company

Members may not use any electronic address provided either in the Notice or any related documents (including the Form of Proxy) to communicate with the Company for any purpose other than those expressly stated.

## 9. Submitting proxies through CREST

To appoint one or more proxies or to give an instruction to a proxy (whether previously appointed or otherwise) via the CREST system, CREST messages must be received by the Company's agent (ID number 3RA50) no later than the deadline specified in Note 7. For this purpose, the time of receipt will be taken to be the time (as determined by the timestamp generated by the CREST system) from which the issuer's agent is able to retrieve the message. The Company may treat as invalid a proxy appointment sent by CREST in the circumstances set out in Regulation 35(5)(a) of the Uncertificated Securities Regulations 2001.

Instructions on how to vote through CREST can be found on the website [www.euroclear.com](http://www.euroclear.com).

## 10. Questions at the Meeting

Any member attending the Meeting has the right to ask questions. Section 319A of the Act requires the Directors to answer any question raised at the AGM which relates to the business of the Meeting, although no answer need be given:

(a) if to do so would interfere unduly with the proceedings of the Meeting or involve disclosure of confidential information; or

(b) if the answer has already been given on the Company's website; or

(c) if it is undesirable in the best interests of the Company or the good order of the Meeting that the question be answered.

## 11. Website

Members satisfying the thresholds in Section 527 of the Act can require the Company to publish a statement on its website setting out any matter relating to (a) the audit of the Company's financial statements (including the Auditors' report and the conduct of the audit) that are to be laid before the Meeting; or (b) any circumstances connected with an auditor of the Company ceasing to hold office since the last AGM, that the members propose to raise at the Meeting. The Company cannot require the members requesting the publication to pay its expenses.

Any statement placed on the website must also be sent to the Company's Auditors no later than the time it makes its statement available on the website. The business which may be dealt with at the Meeting includes any statement that the Company has been required to publish on its website.

By attending the Meeting, members and their proxies and representatives are understood by the Company to have agreed to receive any communications relating to the Company's shares made at the Meeting.

A copy of this Notice, including the information required by Section 311A of the Act, is available from the Company's website, [www.cityinvestmenttrust.com](http://www.cityinvestmenttrust.com).

## 12. Documents available for inspection

Copies of the Directors' letters of appointment may be inspected at the registered office of the Company during normal business hours on any day (Saturdays, Sundays and public holidays excepted) and will be available at the AGM from 15 minutes prior to the commencement of the Meeting until its conclusion. No Director has a contract of service with the Company.

## 13. Total voting rights

As at 12 September 2025 (being the last practicable date prior to the publication of this Notice) the Company's total voting rights were:

(a) 495,467,106 ordinary shares (excluding shares held in treasury), representing 33,031,140 votes;

(b) £301,982 of First Preference Stock, representing 30,198 votes;

(c) £589,672 of Preferred Ordinary Stock, representing 29,484 votes.

Therefore, the total number of voting rights in the Company as at 12 September 2025 was 33,090,822. There are 7,197,762 ordinary shares held in treasury.

# Corporate Information

## Registered Office

201 Bishopsgate  
London EC2M 3AE

## Service Providers

Alternative Investment Fund Manager  
Janus Henderson Fund Management UK Limited  
201 Bishopsgate  
London EC2M 3AE

Corporate Secretary  
Janus Henderson Secretarial Services UK Limited  
201 Bishopsgate  
London EC2M 3AE  
Telephone: 020 7818 1818  
Email: [itsecretariat@janushenderson.com](mailto:itsecretariat@janushenderson.com)

Depository and Custodian  
HSBC Bank plc  
8 Canada Square  
London E14 5HQ

Stockbroker  
Cavendish Capital Markets Limited  
1 Bartholomew Close  
London EC1A 7BL

Registrar  
Computershare Investor Services PLC  
The Pavilions  
Bridgwater Road  
Bristol BS99 6ZZ  
Telephone: 0370 889 3296  
Email: [WebCorres@computershare.co.uk](mailto:WebCorres@computershare.co.uk)

Investors with share certificates (i.e. not those with a share plan or ISA) can check their holding at [www.investorcentre.co.uk](http://www.investorcentre.co.uk)

## Independent Auditor

Ernst & Young LLP  
25 Churchill Place  
London E14 5EY

## Information Sources

For more information about The City of London Investment Trust plc, visit the website at [www.cityinvestmenttrust.com](http://www.cityinvestmenttrust.com). This includes factsheets, interviews, current information on the Company and up-to-date share price and net asset value details.

To sign up for expert insights about investment trusts, updates from our fund managers as well as AGMs and Trust TV episodes, please visit this page:

[www.janushenderson.com/en-gb/investor/subscriptions](http://www.janushenderson.com/en-gb/investor/subscriptions)



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Janus Henderson Investment Trusts, UK

## Investing

Shares can be purchased in the market via a stockbroker or through share dealing platforms. They can also be held through share plans, ISAs or pensions and links to various providers are included on the website.

Potential investors are reminded that the value of investments and the income from them may go down as well as up and investors may not get back the full amount invested. Tax benefits may vary as a result of statutory changes and their value will depend on individual circumstances.



The City of London Investment Trust plc  
Registered as an investment company in England and Wales  
Registration Number: 34871  
Registered Office: 201 Bishopsgate, London EC2M 3AE  
ISIN number/SEDOL: Ordinary Shares: GB0001990497/0199049  
London Stock Exchange (TIDM) Code: CTY  
Global Intermediary Identification Number (GIIN): S55HF7.99999.SL.826  
Legal Entity Identifier (LEI): 213800F3NOTF47H6AO55  
Telephone: **020 7818 1818**  
Email: [itsecretariat@janushenderson.com](mailto:itsecretariat@janushenderson.com)  
[www.cityinvestmenttrust.com](http://www.cityinvestmenttrust.com)

MANAGED BY  
**Janus Henderson**  
INVESTORS

**aic**  
The Association of  
Investment Companies



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