



abrDN Diversified Income and Growth plc

Investing across asset classes aiming to deliver reliable income and growth

Performance Data and Analytics to 31 January 2024

Strategic Review

Proposals for Managed Wind-Down of the Company

Following the Company's announcement of an enhanced distribution programme on 26 October 2023, further detailed discussions with shareholders have been undertaken. In the light of the feedback received during these conversations and the entrenched discount to net asset value at which the Company's shares continue to trade, the Board has concluded that it is in the best interests of shareholders as a whole to put forward proposals for a managed wind-down of the Company. A Circular in relation to the change of investment objective and policy in respect of the proposed managed wind-down will be published in due course.

Investment objective

The Company seeks to provide income and capital appreciation over the long term through investment in a globally diversified multi-asset portfolio.

Performance measure

NAV total return (defined as change in NAV plus dividends reinvested) of 6% per annum over a rolling five year period.

Cumulative performance (%)

	as at 31/01/24	1 month	3 months	6 months	1 year	3 years	Since change of strategy*	5 years
Share Price	80.1p	(2.8)	7.0	(1.6)	(1.7)	3.1	8.4	(6.4)
NAV ^A	110.0p	(0.8)	1.4	(0.5)	0.7	12.4	19.0	20.5

* Change of strategy on 1st September 2020.

Discrete performance (%)

	31/01/24	31/01/23	31/01/22	31/01/21	31/01/20
Share Price	(1.7)	(8.0)	14.1	(9.1)	(0.1)
NAV ^A	0.7	0.9	10.6	(0.2)	7.5

Total return; NAV to NAV, net income reinvested, GBP. Share price total return is on a mid-to-mid basis. Dividend calculations are to reinvest as at the ex-dividend date. NAV returns based on NAVs with debt valued at fair value. Source: Morningstar.

For Information only.

Past performance is not a guide to future results.

^A Including current year revenue.

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^C Denotes a private markets (unlisted) investment.

^D Expressed as a percentage of total costs divided by average daily net assets for the year ended 30 September 2023. The Ongoing Charges Figure (OCF) is the overall cost shown as a percentage of the value of the assets of the Company. It is made up of the Annual Management Fee and other charges. It does not include any costs associated with buying shares in the Company or the cost of buying and selling stocks within the Company. The OCF can help you compare the annual operating expenses of different Companies.

^E Calculated using the Company's historic net dividends and month end share price.

^F Net gearing is defined as a percentage, with net debt (total debt less cash/cash equivalents) divided by shareholders' funds.

Morningstar Rating™



^B Morningstar Rating™ for Funds

Morningstar rates funds from one to five stars based on how well they've performed (after adjusting for risk and accounting for all sales charges) in comparison to similar funds.

Ten largest holdings (%)

iShares II UK Gilts UCITS ETF	7.5
SL Capital Infrastructure II ^C	7.4
abrDN Global Private Markets Fund ^C	6.2
TwentyFour Asset Backed Opportunities Fund	5.9
Burford Opportunity Fund ^C	5.1
HealthCare Royalty Partners IV ^C	4.8
Bonaccord Capital Partners I-A, L.P. ^C	4.8
Andean Social Infrastructure Fund I LP ^C	4.3
Aberdeen Standard Secondary Opportunities Fund IV ^C	3.9
iShares Core	3.7
Total	53.6

The Company confirms the value of its exposure to Russian/ Belarusian securities represents 0.0% of net asset value. Prices on small positions in Russian equities and Ruble-denominated sovereign bonds have been reduced to zero due to current market conditions.

Key information

Calendar

Year end	30 September
Accounts published	January
Annual General Meeting	February
Dividend paid	January, April, July and October
Established	1898
Fund managers	Nalaka De Silva Nic Baddeley Simon Fox
Ongoing charges ^D	1.74%
Annual management fee	0.5% pa on net assets up to £300m and 0.45% pa thereafter
Premium/(Discount)	(27.2)%
Yield ^E	9.2%
Net gearing ^F	1.9%
Net gearing with debt at market value ^F	2.2%

All sources (unless indicated): abrDN: 31 January 2024.



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1 Year Premium/Discount Chart (%)



Fund managers' report

Within private markets, we received the majority of the Q3 valuation statements while we are expecting to start getting the Q4 valuation statements over the following weeks. In Private Credit, Mount Row II increased marginally +0.10% q/q reflecting the Q4 valuation and the continued positive tailwinds in the CLO market due to strong market technical. In Private Equity, all the investments reflect the Q3 valuation with the latest received for Harbourvest VIII Venture which was down -1.9% reflecting the market sentiment in the VC space. In Real Assets, Aberdeen Property Secondaries II was down -1.2% while in Infrastructure Assets, Andean Social Infrastructure I was in line with the carrying value. Finally, in Special Opportunities, Buford Opportunity Fund was up +1.7% while HealthCare Royalty Partners was marginally increased +0.4%.

Most listed equity markets rose over the month, but with more muted performance in January than the strong gains seen in late 2023. While economic data led investors to believe that the global economy may see a 'soft landing' instead of a hard recession, there were signs that central banks may take longer to cut interest rates than previously envisaged. Investors were also concerned by the impact on global trade of Houthi attacks in the Suez Canal. Against this backdrop, the ESG enhanced core equity allocation performed broadly in line with global equities.

EM bonds delivered a positive return over January with rising bond prices, accrued income and FX movements all contributing positively. Asset-backed securities followed the same trajectory producing a positive return with income generation being the main driver.

Portfolio changes

There were several drawdowns and distributions from the private portfolio.

- Investcorp Mount Row II distributed £293k in income from the underlying loan portfolio, implying a 8.8% annual yield, with the underlying floating rate resetting to higher market yields.
- Hark III drew \$90k to fund further portfolio investments.
- Healthcare Royalty Partners IV drew \$75k to fund a follow-on investment in an undisclosed public company.
- Aberdeen European Residential Opportunities Fund drew €1.4m to fund new development projects.
- Harbourvest International Private Equity Partners VI distributed €90k as it continued to realise its underlying portfolio.

The risk outlined overleaf relating to gearing is particularly relevant to this trust, but should be read in conjunction with all warnings and comments given.

Important information overleaf

AIFMD Leverage Limits

Gross Notional	3.5x
Commitment	2.5x

Assets/Debt

	£'000	%
Private Markets	192,381	57.9
Fixed Income and Credit	92,273	27.8
Equities	48,720	14.7
Total investments	333,374	100.3
Cash & cash equivalents	9,371	2.8
Other net assets	5,212	1.6
6.25% Debenture 2031	(15,745)	(4.7)
Net assets	332,212	100.0

Total number of investments 121

Capital structure

Ordinary shares	301,265,952
Treasury shares	22,485,854

Allocation of management fees and finance costs

Capital	50%
Revenue	50%

Trading details

Reuters/Epic/Bloomberg code	ADIG
ISIN code	GB0001297562
Sedol code	0129756
Stockbroker	Stifel Nicolaus Europe Limited
Market makers	SETSm



Factsheet

Receive the factsheet by email as soon as it is available by registering at www.abrdn.com/trustupdates www.abrdndiversified.co.uk



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Important information

Risk factors you should consider prior to investing:

- The value of investments, and the income from them, can go down as well as up and investors may get back less than the amount invested.
- Past performance is not a guide to future results.
- Investment in the Company may not be appropriate for investors who plan to withdraw their money within 5 years.
- The Company may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that any movement in the value of the company's assets will result in a magnified movement in the NAV.
- The Company may accumulate investment positions which represent more than normal trading volumes which may make it difficult to realise investments and may lead to volatility in the market price of the Company's shares.
- There is no guarantee that the market price of the Company's shares will fully reflect their underlying Net Asset Value.
- As with all stock exchange investments the value of the Company's shares purchased will immediately fall by the difference between the buying and selling prices, the bid offer spread. If trading volumes fall, the bid-offer spread can widen.
- Yields are estimated figures and may fluctuate, there are no guarantees that future dividends will match or exceed historic dividends and certain investors may be subject to further tax on dividends.
- Derivatives may be used, subject to restrictions set out for the Company, in order to manage risk and generate income. The market in derivatives can be volatile and there is a higher than average risk of loss.
- The Company may invest in alternative investments (including direct lending, commercial property, renewable energy and mortgage strategies). Such investments may be relatively illiquid and it may be difficult for the Company to realise these investments over a short time period, which may make it difficult to realise investments and may lead to volatility in the market price of the Company's shares.
- Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of investments.

Other important information:

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