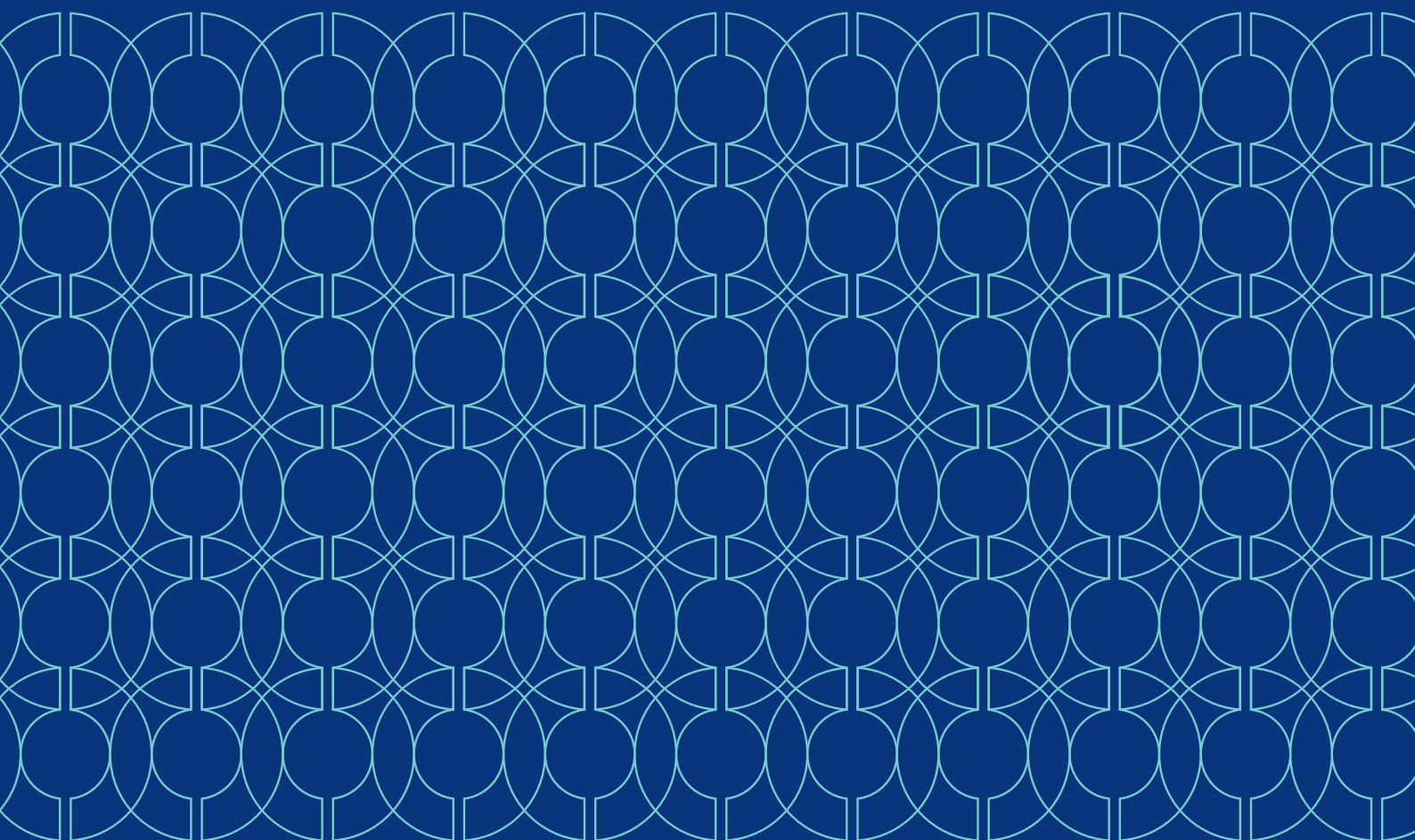


Schroders

**Schroder Investment Fund
Company**

Interim Report and Accounts

June 2019



Schroder Investment Fund Company

June 2019

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¹ Collectively these comprise the Authorised Corporate Director's (ACD) report.

Company Information

General information

Schroder Investment Fund Company (SIFCo or the company) is an umbrella company comprising eleven sub funds which have their own investment objectives and policies. As at 30 June 2019 the company had the following sub funds available:

Schroder UK Opportunities Fund
Schroder UK Dynamic Smaller Companies Fund
Schroder Sterling Corporate Bond Fund
Schroder European Recovery Fund
Schroder Core UK Equity Fund
Schroder UK Alpha Income Fund
Schroder Strategic Credit Fund
Schroder European Alpha Income Fund
Schroder Global Recovery Fund
Schroder Multi-Asset Total Return Fund
Schroder India Equity Fund¹

1 Schroder India Equity Fund was launched on 7 June 2019.

Principle activities

The company's principle activity is to carry on business as an Open Ended Investment Company (OEIC). The company is structured as an umbrella company and different sub funds may be established by the ACD from time to time with the agreement of the Depositary and approval from the Financial Conduct Authority (FCA).

The sub funds are operated separately and the assets of each sub fund are managed in accordance with the investment objective and policy applicable to that sub fund.

Liabilities of the company

The sub funds are segregated portfolios of assets and, accordingly, the assets of each sub fund belong exclusively to that sub fund and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the company, or any other sub fund, and shall not be available for any such purpose. Subject to the above, each sub fund will be charged with the liabilities, expenses, costs and charges attributable to that sub fund and within each sub fund charges will be allocated as far as possible according to the net asset value of that particular share class. Any assets, liabilities, expenses, costs or charges not attributable to a particular sub fund may be allocated by the ACD in a manner which it believes is fair to the shareholders generally. This will normally be pro rata to the net asset value of the relevant sub funds.

Shareholders are not liable for the debts of the company.

Shareholders are not liable to make any further payments to the company after they have paid the purchase price of the share.

Statement of the Authorised Corporate Director's Responsibilities

The FCA's Collective Investment Schemes sourcebook (COLL) requires the ACD to prepare accounts for each annual and half yearly accounting period, in accordance with United Kingdom Generally Accepted Accounting Practice, which give a true and fair view of the financial position of the company and of its net revenue and the net capital gains on the property of the company for the period. In preparing the accounts the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the disclosure requirements of the Statement of Recommended Practice (SORP) for UK Authorised Funds issued by the Investment Management Association (IMA (now the Investment Association (IA))) in May 2014;
- follow generally accepted accounting principles and applicable accounting standards;
- prepare the accounts on the basis that the company will continue in operation unless it is inappropriate to do so;
- keep proper accounting records which enable it to demonstrate that the accounts as prepared comply with the above requirements;
- make judgements and estimates that are prudent and reasonable.

The ACD is responsible for the management of the company in accordance with The Open Ended Investment Companies Regulations 2001 (SI 2001/1228) ('the OEIC Regulations'), the Company's Instrument of Incorporation, Prospectus and the COLL and for taking reasonable steps for the prevention and detection of fraud, error and non-compliance with law or regulations.

The ACD's report and accounts for the period ended 30 June 2019 were signed on 27 August 2019 on behalf of the ACD by:

J.A. Walker-Hazell
Directors

P. Middleton

Statement of Cross Holdings

As at 30 June 2019 there were no sub fund cross holdings within the company.

Basis of preparation

The accounts have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the SORP for UK Authorised Funds issued by the IMA in May 2014 and in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 (The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102)).

Accounting policies

The accounting policies applied are consistent with those of the annual accounts for the year ended 31 December 2018 and are described in those annual accounts.

Expenses

For Schroder India Equity Fund, the Annual management charge is invoiced directly to X Accumulation shareholders.

Fund Information

Investment objective and policy

The Schroder UK Opportunities Fund (the 'fund') aims to achieve capital growth and income by investing in equity and equity related securities of companies in the UK.

The Fund invests at least 80% of its assets in a concentrated range of equity and equity related securities of UK companies. These are companies that are incorporated, headquartered or have their principal business activities in the UK. The Fund typically holds 40 to 50 companies.

The Fund aims to take advantage of investment opportunities in varying market conditions. The Fund follows an investment approach based around the business cycle, where the Investment Manager attempts to identify turning points in the cycle and then focuses on the types of companies that will benefit from this.

The Fund may also invest in other equity and equity related securities, collective investment schemes, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Accumulation shares	413.90p	374.10p	10.64
C Income shares	309.30p	281.90p	9.72
C Accumulation shares	462.20p	416.80p	10.89
D Income shares	50.05p	45.61p	9.73
D Accumulation shares	57.33p	51.62p	11.06
S Income shares	48.37p	44.10p	9.68
Z Income shares	413.20p	376.60p	9.72
Z Accumulation shares	491.40p	442.60p	11.03
	31.8.19	31.8.18	
Interim distribution per Z Income share	6.7827p	7.1598p	

Fund Information (continued)

Fund information

Launch date	2 July 1999	
Launch price	135.27p per C Income share	
	135.27p per C Accumulation share	
	135.27p per Z Accumulation share	
Launch date	25 February 2002	
Launch price	110.56p per A Accumulation share	
Launch date	1 December 2011	
Launch price	250.64p per Z Income share	
Launch date	1 October 2013	
Launch price	50.00p per D Income share	
	50.00p per D Accumulation share	
Launch date	1 November 2013	
Launch price	50.00p per S Income share	
	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation dates	31 August	28 February

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Accumulation shares	1.68% ¹	1.67%
C Income shares	1.17% ¹	1.17%
C Accumulation shares	1.17% ¹	1.17%
D Income shares	0.85% ¹	0.84%
D Accumulation shares	0.85% ¹	0.84%
S Income shares	0.55% ¹	0.54%
Z Income shares	0.92% ¹	0.92%
Z Accumulation shares	0.92% ¹	0.92%

¹ The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Fund Information (continued)

Total purchases and sales	For the period to 30.6.19	
	For the year to 31.12.18	
	£000's	£000's
Total purchases	33,928	145,806
Total sales	57,300	217,818

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 11.03%. In comparison, the FTSE¹ All Share Index generated a total return of 12.97%².

Over the period, the FTSE¹ All Share Index delivered a total return of 12.97%², with the FTSE¹ 100 Index up 13.1%², the FTSE¹ 250 Index up 13.0%² and the FTSE¹ Small Cap Index up by 9.4%². Despite deteriorating economic activity, equities responded to the fall in the yields on long duration assets and the Federal Reserve's move from interest rates rises to interest rate cuts. Long duration sectors outperformed including leisure goods, software and beverages with a few cyclical areas – mining and industrial metals alongside. Underperformers were mainly Value Defensive sectors including telecommunications and utilities as well as the autos and oil equipment sectors.

The fund underperformed against the index in the period with the overall portfolio skew negative, mainly due to holding cash in a rising market environment, while stock selection was a small positive. Top contributors included Games Workshop Group, the London Stock Exchange Group, Sage Group and British American Tobacco, with smaller positive contributions from Charter Court Financial Services Group, Lloyds Banking Group and Forterra. Conversely, Just Group (capital raise), XLMedia (poor trading and strategic re-alignment) and QinetiQ Group detracted while Sophos Group, Huntsworth and the underweight in Diageo held back returns.

During the period the fund continued to reduce some of its small-cap growth stocks with full exits of XLMedia and Smart Metering Systems as well as reducing Lloyds Banking Group and exiting the long standing position in Hiscox. Additions included Tesco, Royal Bank of Scotland Group and Imperial Brands.

This is turning into the longest business cycle ever due to policy support. While we recognise the dangers of a more pro cyclical position late in the cycle, the valuation premium for 'defensives' assets is at a multi decades high, meaning the best opportunities are in more lowly valued and pro cyclical assets.

Fund Manager:

Matthew Hudson



Matthew Hudson joined Schroders in July 2013 following the acquisition of Cazenove Capital

He joined Cazenove Capital in 2001 from AIB Govett Investment Management. Prior to this he was a chartered accountant at PricewaterhouseCoopers

He is the Head of the Pan European Business Cycle equity Team at Schroders with responsibility for UK equity income and UK opportunities portfolios

He manages the Schroder UK Alpha Income Fund, Schroder UK Opportunities Fund, SISF UK Alpha Income Fund and SUTL Cazenove Charity Equity Income Fund, a Charity Authorised Investment Fund

He Graduated from Cambridge University with a degree in history and has 20 years' investment experience

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2 Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests predominantly in the securities of a particular country. There may be a greater risk than investing in funds that hold securities in a range of countries.

The fund invests in a smaller number of stocks. This carries more risk than funds spread across a larger number of companies.

The fund may invest in a wide range of derivatives in order to meet its investment objectives.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December				
		A Accumulation shares		C Income shares
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	387.40	317.80	301.50	250.30
2017	445.80	389.60	341.80	301.30
2018	464.80	366.50	354.30	276.10
Financial period to 30 June 2019	419.60	372.80	313.40	277.90

Financial year to 31 December				
		C Accumulation shares		D Income shares
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	426.70	348.90	48.75	40.44
2017	494.00	429.80	55.28	48.66
2018	516.10	408.20	57.29	44.68
Financial period to 30 June 2019	468.20	415.20	50.67	44.90

Financial year to 31 December				
		D Accumulation shares		S Income shares
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	52.51	42.80	47.14	39.05
2017	60.99	52.90	53.46	47.00
2018	63.80	50.56	55.39	43.19
Financial period to 30 June 2019	58.04	51.43	48.94	43.32

Financial year to 31 December				
		Z Income shares		Z Accumulation shares
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	402.60	334.00	450.90	367.80
2017	456.50	402.00	523.30	454.20
2018	473.20	368.80	547.30	433.50
Financial period to 30 June 2019	418.30	370.70	497.60	441.00

Net Asset Value and Comparative Tables (continued)

Net revenue

Financial year to 31 December	A Accumulation shares pence per share	C Income shares pence per share
2016	6.3052	6.4082
2017	6.9202	6.9307
2018	8.1331	7.9005
Financial period to 30 June 2019	5.3114	4.6960

Financial year to 31 December	C Accumulation shares pence per share	D Income shares pence per share
2016	8.9821	1.1996
2017	9.9580	1.2903
2018	11.5782	1.4179
Financial period to 30 June 2019	7.0333	0.8391

Financial year to 31 December	D Accumulation shares pence per share	S Income shares pence per share
2016	1.2630	1.2774
2017	1.4142	1.4022
2018	1.6059	1.5545
Financial period to 30 June 2019	0.9616	0.8791

Financial year to 31 December	Z Income shares pence per share	Z Accumulation shares pence per share
2016	9.5016	10.5332
2017	10.3380	11.7542
2018	11.6297	13.5398
Financial period to 30 June 2019	6.7827	8.0606

Net Asset Value and Comparative Tables (continued)

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Accumulation shares	61,817	388.39	15,916,242
C Income shares	23,078	300.29	7,684,942
C Accumulation shares	17,403	428.30	4,063,375
D Income shares	2,672	48.49	5,511,424
D Accumulation shares	1,700	52.70	3,226,315
S Income shares	821	46.82	1,753,483
Z Income shares	39,730	400.60	9,917,603
Z Accumulation shares	213,932	452.54	47,273,962
2017			
A Accumulation shares	55,482	447.51	12,397,866
C Income shares	6,123	340.48	1,798,294
C Accumulation shares	9,308	495.96	1,876,831
D Income shares	262	54.98	475,903
D Accumulation shares	313	61.23	511,894
S Income shares	40,430	53.10	76,144,318
Z Income shares	13,864	454.24	3,052,002
Z Accumulation shares	143,963	525.36	27,402,967
2018			
A Accumulation shares	24,556	374.96	6,548,872
C Income shares	4,458	279.58	1,594,531
C Accumulation shares	6,755	417.68	1,617,271
D Income shares	39	45.16	86,137
D Accumulation shares	99	51.73	192,087
S Income shares	30,694	43.58	70,427,540
Z Income shares	8,112	372.94	2,175,179
Z Accumulation shares	93,219	443.54	21,016,896

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2019 at 30 June			
A Accumulation shares	22,375	413.60	5,409,776
C Income shares	4,094	304.43	1,344,946
C Accumulation shares	6,950	461.85	1,504,845
D Income shares	38	49.18	76,137
D Accumulation shares	110	57.29	192,087
S Income shares	17,457	47.46	36,786,633
Z Income shares	7,737	406.08	1,905,203
Z Accumulation shares	90,805	491.06	18,491,611

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Accumulation shares	413.60	374.96	10.31
C Income shares	304.43	279.58	8.89
C Accumulation shares	461.85	417.68	10.58
D Income shares	49.18	45.16	8.90
D Accumulation shares	57.29	51.73	10.75
S Income shares	47.46	43.58	8.90
Z Income shares	406.08	372.94	8.89
Z Accumulation shares	491.06	443.54	10.71

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 98.22% (92.88%)			
Oil & Gas 15.03% (16.67%)			
BP	1,918,333	10,524	7.04
Royal Dutch Shell B	463,566	11,962	7.99
		22,486	15.03
Basic Materials 10.28% (7.53%)			
BHP Group	261,787	5,274	3.53
Croda International	61,384	3,140	2.10
Rio Tinto	105,863	5,167	3.45
Synthomer	480,743	1,793	1.20
		15,374	10.28
Industrials 12.22% (10.11%)			
BAE Systems	309,894	1,535	1.03
Balfour Beatty	1,166,927	2,824	1.89
Ferguson	38,926	2,179	1.46
Forterra	161,066	474	0.32
Melrose Industries	1,781,001	3,221	2.15
QinetiQ Group	1,615,556	4,513	3.01
Senior	517,510	1,116	0.75
Weir Group	156,067	2,411	1.61
		18,273	12.22
Consumer Goods 8.41% (9.15%)			
Associated British Foods	158,110	3,891	2.60
British American Tobacco	105,197	2,891	1.93
Games Workshop Group	56,626	2,809	1.88
Imperial Brands	161,640	2,986	2.00
		12,577	8.41
Health Care 11.51% (10.53%)			
AstraZeneca	45,783	2,947	1.97

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Health Care (continued)			
GlaxoSmithKline	612,494	9,657	6.46
Smith & Nephew	270,656	4,613	3.08
		17,217	11.51
Consumer Services 12.96% (11.88%)			
B&M European Value Retail	1,129,406	3,763	2.52
easyJet	124,164	1,183	0.79
Huntsworth	1,137,033	1,107	0.74
RELX	180,042	3,437	2.30
Tesco	1,743,016	3,949	2.65
Whitbread	59,860	2,769	1.85
Wm Morrison Supermarkets	1,571,057	3,163	2.11
		19,371	12.96
Telecommunications 0.90% (0.00%)			
BT Group	688,683	1,353	0.90
		1,353	0.90
Financials 23.14% (21.56%)			
Aviva	753,172	3,137	2.10
Barclays	762,082	1,141	0.76
Charter Court Financial Services Group	313,407	929	0.62
Close Brothers Group	140,369	1,985	1.33
Just Group	2,483,104	1,396	0.93
Legal & General Group	1,352,081	3,643	2.44
Lloyds Banking Group	7,341,701	4,155	2.78
London Stock Exchange Group	79,372	4,354	2.91
Royal Bank of Scotland Group	1,369,866	3,008	2.01
RSA Insurance Group	311,852	1,798	1.20
Sherborne Investors Guernsey C	2,210,000	1,127	0.75
Standard Chartered	801,750	5,722	3.83

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Financials (continued)			
TP ICAP	739,133	2,212	1.48
		34,607	23.14
Technology 3.77% (5.45%)			
IQE [#]	1,363,422	827	0.55
Sage Group	311,465	2,498	1.67
Sophos Group	586,227	2,313	1.55
		5,638	3.77
Equities total		146,896	98.22
Portfolio of investments		146,896	98.22
Net other assets		2,670	1.78
Net assets attributable to shareholders		149,566	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Security traded on another regulated market.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
Tesco	4,238
Imperial Brands	3,712
Legal & General Group	3,702
Royal Bank of Scotland Group	3,523
Aviva	3,144
Balfour Beatty	2,788
BT Group	1,773
BAE Systems	1,762
RELX	1,524
Rio Tinto	1,287

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
British American Tobacco	5,281
Lloyds Banking Group	4,514
Royal Dutch Shell B	4,345
Cineworld Group	4,280
Games Workshop Group	3,727
Hiscox	3,556
Smart Metering Systems	2,853
London Stock Exchange Group	2,704
Rio Tinto	2,365
BP	2,305

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	14,357	(3,655)
Revenue	3,375	4,955
Expenses	(784)	(1,235)
Net revenue before taxation	2,591	3,720
Taxation	(8)	(10)
Net revenue after taxation	2,583	3,710
Total return before distributions	16,940	55
Distributions	(2,586)	(3,712)
Change in net assets attributable to shareholders from investment activities	14,354	(3,657)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	167,932 ¹	269,745
Amounts receivable on issue of shares	304	142
Amounts payable on cancellation of shares	(34,930)	(39,500)
	(34,626)	(39,358)
Dilution adjustment	19	15
Change in net assets attributable to shareholders from investment activities	14,354	(3,657)
Retained distribution on Accumulation shares	1,886	2,559
Unclaimed distributions	1	1
Closing net assets attributable to shareholders	149,566	229,305¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	146,896	155,982
Current assets		
Debtors	3,339	598
Cash and bank balances	2,788	12,445
Total assets	153,023	169,025
Liabilities		
Creditors		
Distributions payable	(516)	(579)
Other creditors	(2,941)	(514)
Total liabilities	(3,457)	(1,093)
Net assets attributable to shareholders	149,566	167,932

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder UK Opportunities Fund are disclosed on page 8.

Distribution Table (unaudited)

**Interim distribution
for the six
months ended
30 June 2019**

Group 1 Shares purchased prior to 1 January 2019
Group 2 Shares purchased on or after 1 January 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	<i>Distribution paid 31.8.18 p per share</i>
A Accumulation shares				
Group 1	5.3114	–	5.3114	5.3309
Group 2	2.9893	2.3221	5.3114	5.3309
C Income shares				
Group 1	4.6960	–	4.6960	4.9440
Group 2	3.6914	1.0046	4.6960	4.9440
C Accumulation shares				
Group 1	7.0333	–	7.0333	7.2130
Group 2	1.9588	5.0745	7.0333	7.2130
D Income shares				
Group 1	0.8391	–	0.8391	0.8679
Group 2	0.8391	0.0000	0.8391	0.8679
D Accumulation shares				
Group 1	0.9616	–	0.9616	0.9807
Group 2	0.9616	0.0000	0.9616	0.9807
S Income shares				
Group 1	0.8791	–	0.8791	0.9376
Group 2	0.3838	0.4953	0.8791	0.9376
Z Income shares				
Group 1	6.7827	–	6.7827	7.1598
Group 2	4.2602	2.5225	6.7827	7.1598
Z Accumulation shares				
Group 1	8.0606	–	8.0606	8.2841
Group 2	3.9038	4.1568	8.0606	8.2841

Corporate shareholders

Corporate shareholders receive the dividend distribution payments as detailed below:
100.00% of the total distribution is received as franked investment income.

Distribution Table (unaudited) (continued)

Equalisation

Equalisation applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to the holders of these shares as a return of capital.

Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Fund Information

Investment objective and policy

The Schroder UK Dynamic Smaller Companies Fund (the 'fund') aims to provide capital growth by investing in equity and equity related securities of small-sized UK companies.

The Fund invests at least 80% of its assets in equity and equity related securities of small-sized UK companies. These are companies that are incorporated, headquartered or have their principal business activities in the UK and, at the time of purchase, are similar in size to those comprising the bottom 10% by market capitalisation of the UK equities market.

The Fund may also invest in companies headquartered or incorporated outside the UK which derive a significant proportion of their revenues or profits from the UK.

The small cap universe is an extensive, diverse and constantly changing area of the UK market. Smaller companies offer investors exposure to some niche growth areas that, often, cannot be accessed through large companies. They also tend to grow more rapidly than larger firms.

The Fund may also invest in other equity and equity related securities, collective investment schemes, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Accumulation shares	420.70p	387.30p	8.62
C Income shares	405.00p	373.70p	8.38
C Accumulation shares	462.40p	424.60p	8.90
S Income shares	71.26p	65.78p	8.33
S Accumulation shares	76.97p	70.46p	9.24
Z Income shares	463.70p	427.90p	8.37
Z Accumulation shares	493.50p	452.60p	9.04
	31.8.19	31.8.18	
Interim distribution per Z Income share	4.2940p	3.5036p	

Fund Information (continued)

Fund information

Launch date	2 July 1999	
Launch price	59.98p per C Income share	
	59.98p per C Accumulation share	
	59.98p per Z Accumulation share	
Launch date	25 February 2002	
Launch price	72.11p per A Accumulation share	
Launch date	1 December 2011	
Launch price	169.96p per Z Income share	
Launch date	1 November 2013	
Launch price	50.00p per S Income share	
Launch date	20 March 2015	
Launch price	50.00p per S Accumulation share	
	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation dates	31 August	28 February

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Accumulation shares	1.67% ¹	1.67%
C Income shares	1.17% ¹	1.17%
C Accumulation shares	1.17% ¹	1.17%
S Income shares	0.54% ¹	0.54%
S Accumulation shares	0.54% ¹	0.54%
Z Income shares	0.92% ¹	0.92%
Z Accumulation shares	0.92% ¹	0.92%

¹ The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Total purchases and sales

	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	16,350	71,129
Total sales	57,300	139,767

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 9.04%. In comparison, the FTSE¹ SmallCap ex Investment Trust Index generated a total return of 6.12%².

UK equities performed well over the period, as did equities in general amid central bank dovishness and an easing in US/China trade tensions. Expectations for monetary policy shifted materially, and notably so in the US where the market began to speculate that the Federal Reserve would cut interest rates this year.

Waste specialist Augean was our top individual contributor as full-year results underlined further progress at this management-led turnaround. Pre-tax profits from the ongoing business rose 69% in 2018, while the group finished the year with a net cash balance sheet. Miniatures manufacturer and tabletop gaming group Games Workshop Group also performed very well on the back of further earnings upgrades for 2019, which has transpired to be another record year in terms of constant currency sales, profit, cash generation and shareholder returns. Meanwhile, direct carrier billing provider Boku was another top contributor following robust full-year results, driven by strong growth in the company's direct carrier billing aggregator business.

On the negative side, gaming technology specialist Quixant performed poorly amid further evidence of tough trading conditions in the global gaming industry, which were reflected in disappointing full-year results. Equipment rental provider Vp performed very poorly in response to provisional findings by the Competition and Markets Authority of pricing collusion in a part of its business. In our opinion the market overacted to the news. Independent cinema group Everyman Media Group performed poorly despite there being no negative newsflow – we were reassured by further director dealing, with executive chairman Paul Wise increasing his holding.

We believe, against a constrained macro-economic backdrop, smaller companies offer great potential for stock picking by providing concentrated access to 'super cycle' themes. Economic and market cycles may wax and wane, but technological advances and demographic change will continue to create new markets and opportunities for smaller companies.

Co-Fund Manager:

Luke Biermann



European Smaller Company Fund Manager, based in London

Luke has more than 12 years' experience on the European Smaller Companies team, having joined in 2006. For the majority of this tenure Luke has specialised on Continental Europe

CFA Charterholder

Investment Management Certificate (IMC)

First-class BSc (Hons) in Computer Science, University of Bath

Co-Fund Manager:

Iain Staples



Joined Schroders in 2012 from Altium, the UK mid-cap broker, where he led the UK Generalist equity research product

Previously worked on the sell-side for 14 years' having co-founded Clear Capital, the independent equity research house

Broking career commenced in 1999 at Hoare Govett in the technology team

Iain started his career at L.E.K. Consulting, the global management consulting firm, in 1995

MA in Mathematics, Cambridge University and MSc in Theoretical Physics, Manchester University

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² Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests predominantly in the securities of a particular country. There may be a greater risk than investing in funds that hold securities in a range of countries.

The fund invests in smaller companies which may be less liquid than larger companies and price swings may therefore be greater than in larger company funds.

The fund may invest in a wide range of derivatives in order to meet its investment objectives.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December **A Accumulation shares**

	Highest dealing p	Lowest dealing p	C Income shares	Highest dealing p	Lowest dealing p
2016	355.30	281.70	344.50	273.30	
2017	452.00	354.70	437.50	342.90	
2018	469.80	383.80	452.70	370.30	
Financial period to 30 June 2019	425.10	388.40	409.10	373.00	

Financial year to 31 December **C Accumulation shares**

	Highest dealing p	Lowest dealing p	S Income shares	Highest dealing p	Lowest dealing p
2016	385.70	305.10	60.60	48.09	
2017	492.70	385.10	76.93	60.15	
2018	514.30	420.70	79.52	65.18	
Financial period to 30 June 2019	467.10	425.90	71.97	65.44	

Financial year to 31 December **S Accumulation shares**

	Highest dealing p	Lowest dealing p	Z Income shares	Highest dealing p	Lowest dealing p
2016	63.21	49.84	394.30	312.90	
2017	81.18	63.12	500.80	392.10	
2018	85.18	69.82	517.90	424.00	
Financial period to 30 June 2019	77.73	70.68	468.40	426.60	

Financial year to 31 December

Z Accumulation shares

	Highest dealing p	Lowest dealing p
2016	409.10	323.20
2017	523.70	408.50
2018	547.80	448.50
Financial period to 30 June 2019	498.50	454.00

Net Asset Value and Comparative Tables (continued)

Net revenue

Financial year to 31 December	A Accumulation shares pence per share	C Income shares pence per share
2016	0.3031	1.9008
2017	0.4235	2.3697
2018	2.2848	4.3265
Financial period to 30 June 2019	2.3606	3.2666

Financial year to 31 December	C Accumulation shares pence per share	S Income shares pence per share
2016	2.0662	0.6774
2017	2.7096	0.8614
2018	4.9118	1.2287
Financial period to 30 June 2019	3.7253	0.7873

Financial year to 31 December	S Accumulation shares pence per share	Z Income shares pence per share
2016	0.7025	3.0654
2017	0.9081	3.9378
2018	1.3096	6.1777
Financial period to 30 June 2019	0.8499	4.2940

Financial year to 31 December	Z Accumulation shares pence per share
2016	3.1865
2017	4.1254
2018	6.5076
Financial period to 30 June 2019	4.5710

Net Asset Value and Comparative Tables (continued)

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Accumulation shares	107,451	349.45	30,748,752
C Income shares	42,431	337.73	12,563,570
C Accumulation shares	30,767	379.33	8,110,982
S Income shares	8,861	59.24	14,956,566
S Accumulation shares	2,716	62.17	4,368,289
Z Income shares	39,521	386.19	10,233,718
Z Accumulation shares	225,114	402.34	55,950,645
2017			
A Accumulation shares	115,143	437.68	26,307,773
C Income shares	4,479	422.65	1,059,762
C Accumulation shares	7,738	477.44	1,620,649
S Income shares	15,531	74.16	20,943,674
S Accumulation shares	8,928	78.74	11,339,772
Z Income shares	21,020	483.35	4,348,818
Z Accumulation shares	246,159	507.71	48,483,739
2018			
A Accumulation shares	84,912	380.99	22,287,173
C Income shares	2,483	365.84	678,683
C Accumulation shares	5,339	417.70	1,278,081
S Income shares	11,725	64.17	18,272,183
S Accumulation shares	7,051	69.32	10,172,381
Z Income shares	15,143	418.33	3,619,904
Z Accumulation shares	169,937	445.31	38,161,918
2019 at 30 June			
A Accumulation shares	75,250	415.78	18,098,781
C Income shares	2,448	397.00	616,656
C Accumulation shares	4,536	456.95	992,557
S Income shares	10,862	69.64	15,597,946
S Accumulation shares	5,494	76.07	7,222,139
Z Income shares	14,674	453.97	3,232,483
Z Accumulation shares	170,557	487.76	34,967,690

Net Asset Value and Comparative Tables (continued)

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Accumulation shares	415.78	380.99	9.13
C Income shares	397.00	365.84	8.52
C Accumulation shares	456.95	417.70	9.40
S Income shares	69.64	64.17	8.52
S Accumulation shares	76.07	69.32	9.74
Z Income shares	453.97	418.33	8.52
Z Accumulation shares	487.76	445.31	9.53

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 98.02% (99.15%)			
Oil & Gas 1.26% (0.72%)			
Tekmar Group [#]	2,680,318	3,565	1.26
		3,565	1.26
Basic Materials 2.15% (1.97%)			
Treatt	1,329,923	6,118	2.15
		6,118	2.15
Industrials 45.77% (41.22%)			
Alpha Financial Markets Consulting [#]	3,249,678	7,279	2.57
Augean [#]	7,002,297	8,123	2.86
Boku [#]	8,436,404	9,280	3.27
Coats Group	3,479,246	2,851	1.00
DiscoverIE Group	714,770	2,959	1.04
Eurocell	2,303,258	4,837	1.71
Gooch & Housego [#]	404,665	4,451	1.57
Johnson Service Group [#]	4,217,643	6,267	2.21
Macfarlane Group	1,674,670	1,604	0.57
Midwich Group [#]	1,404,459	8,033	2.83
Oxford Instruments	73,502	944	0.33
Polypipe Group	1,288,997	5,708	2.01
Renew Holdings [#]	2,131,662	8,719	3.07
Renold [#]	13,602,507	4,421	1.56
Robert Walters	1,190,081	7,617	2.68
Simplybiz Group [#]	1,064,394	2,235	0.79
Smart Metering Systems [#]	1,440,101	7,618	2.69
Speedy Hire	2,866,817	1,801	0.63
Strix Group [#]	2,203,247	3,468	1.22
Thruvision Group [#]	20,188,633	5,855	2.06
Vitec Group	138,439	1,578	0.56
Vp	1,410,850	12,133	4.27
Wincanton	2,658,243	6,991	2.46

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Industrials (continued)			
Xaar	1,145,104	939	0.33
XP Power	191,476	4,212	1.48
		129,923	45.77
Consumer Goods 15.23% (18.01%)			
Codemasters Group Holdings [#]	2,102,000	4,666	1.65
Fevertree Drinks [#]	60,827	1,409	0.50
Games Workshop Group	119,506	5,927	2.09
IG Design Group [#]	1,103,039	6,684	2.36
Mar City	12,242,500	100	0.04
McBride	332,809	266	0.10
Nichols [#]	196,898	3,338	1.17
Team17 Group [#]	1,500,000	4,350	1.53
Telford Homes [#]	1,446,203	4,527	1.59
Walker Greenbank [#]	5,439,768	4,298	1.51
Warpaint London [#]	1,092,937	907	0.32
Watkin Jones [#]	2,606,579	5,369	1.89
Wynnstay Group [#]	426,660	1,365	0.48
		43,206	15.23
Health Care 3.48% (3.24%)			
Medica Group	3,381,957	4,126	1.45
Sensyne Health [#]	1,762,130	2,203	0.78
Spire Healthcare Group	2,969,307	3,548	1.25
		9,877	3.48
Consumer Services 12.68% (15.41%)			
Everyman Media Group [#]	4,321,856	7,434	2.62
Hollywood Bowl Group	1,968,142	4,409	1.55
Loungers [#]	1,197,180	2,586	0.91
Marshall Motor Holdings [#]	3,037,402	4,495	1.58
On the Beach Group	1,097,125	5,205	1.83

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Consumer Services (continued)			
Quiz [#]	1,774,198	309	0.11
System1 Group [#]	209,700	461	0.16
TEN Entertainment Group	1,914,338	4,288	1.51
XLMedia [#]	4,020,060	2,533	0.89
Young & Co's Brewery [#]	254,593	2,673	0.94
Young & Co's Brewery A [#]	95,713	1,637	0.58
		36,030	12.68
Utilities 0.34% (0.60%)			
Fulcrum Utility Services [#]	3,813,696	953	0.34
		953	0.34
Financials 8.19% (8.30%)			
Arrow Global Group	1,855,023	4,211	1.49
Brooks Macdonald Group [#]	180,010	3,438	1.21
CMC Markets	2,313,979	2,036	0.72
Distribution Finance Capital Holdings [#]	2,411,111	3,135	1.10
Record	13,268,524	4,233	1.49
Secure Income REIT [#]	1,310,501	5,242	1.85
Trufin [#]	1,224,011	930	0.33
		23,225	8.19
Technology 8.92% (9.68%)			
Blackbird [#]	23,830,000	1,668	0.59
CML Microsystems	879,592	2,692	0.95
dotdigital group [#]	4,664,588	4,805	1.69
NCC Group	3,036,097	4,943	1.74
Quartix Holdings [#]	672,898	1,884	0.66
Quixant [#]	3,595,463	7,910	2.79
Tracsis [#]	213,495	1,409	0.50
		25,311	8.92
Equities total			
		278,208	98.02

Portfolio Statement (continued)

	Market Value £000's	% of net assets
Portfolio of investments	278,208	98.02
Net other assets	5,613	1.98
Net assets attributable to shareholders	283,821	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Security traded on another regulated market.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
Loungers	2,394
Simplybiz Group	1,916
Quartix Holdings	1,715
Vitec Group	1,680
Macfarlane Group	1,555
XP Power	1,521
Tracsis	1,411
Distribution Finance Capital Holdings	1,000
NCC Group	969
Oxford Instruments	761

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
On the Beach Group	6,021
Games Workshop Group	5,883
Wincanton	5,276
IG Design Group	4,818
Augean	4,016
McBride	3,825
Brooks Macdonald Group	2,944
Elegant Hotels Group	2,759
WANDisco	2,495
Secure Income REIT	2,060

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains	25,077	9,043
Revenue	4,164	4,594
Expenses	(1,645)	(2,179)
Net revenue before taxation	2,519	2,415
Taxation	0	(8)
Net revenue after taxation	2,519	2,407
Total return before distributions	27,596	11,450
Distributions	(2,534)	(2,408)
Change in net assets attributable to shareholders from investment activities	25,062	9,042

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	296,590 ¹	418,998
Amounts receivable on issue of shares	458	1,558
Amounts payable on cancellation of shares	(40,454)	(45,916)
	(39,996)	(44,358)
Dilution adjustment	41	0
Change in net assets attributable to shareholders from investment activities	25,062	9,042
Retained distribution on Accumulation shares	2,124	2,057
Closing net assets attributable to shareholders	283,821	385,739¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	278,208	294,077
Current assets		
Debtors	1,551	719
Cash and bank balances	6,082	3,009
Total assets	285,841	297,805
Liabilities		
Creditors		
Distributions payable	(282)	(210)
Other creditors	(1,738)	(1,005)
Total liabilities	(2,020)	(1,215)
Net assets attributable to shareholders	283,821	296,590

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder UK Dynamic Smaller Companies Fund are disclosed on page 8.

Distribution Table (unaudited)

Interim distribution for the six months ended 30 June 2019

Group 1 Shares purchased prior to 1 January 2019

Group 2 Shares purchased on or after 1 January 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	Distribution paid 31.8.18 p per share
A Accumulation shares				
Group 1	2.3606	–	2.3606	1.5164
Group 2	2.0402	0.3204	2.3606	1.5164
C Income shares				
Group 1	3.2666	–	3.2666	2.5346
Group 2	2.7874	0.4792	3.2666	2.5346
C Accumulation shares				
Group 1	3.7253	–	3.7253	2.8620
Group 2	3.2627	0.4626	3.7253	2.8620
S Income shares				
Group 1	0.7873	–	0.7873	0.6781
Group 2	0.7873	0.0000	0.7873	0.6781
S Accumulation shares				
Group 1	0.8499	–	0.8499	0.7200
Group 2	0.8499	0.0000	0.8499	0.7200
Z Income shares				
Group 1	4.2940	–	4.2940	3.5036
Group 2	3.2656	1.0284	4.2940	3.5036
Z Accumulation shares				
Group 1	4.5710	–	4.5710	3.6812
Group 2	3.3417	1.2293	4.5710	3.6812

Corporate shareholders

Corporate shareholders receive the dividend distribution payments as detailed below:

100.00% of the total distribution is received as franked investment income.

Equalisation

Equalisation applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to the holders of these shares as a return of capital.

Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Fund Information

Investment objective and policy

The Schroder Sterling Corporate Bond Fund (the 'fund') aims to provide income and capital growth by investing in fixed and floating rate securities issued by UK companies and companies worldwide.

The Fund invests at least 80% of its assets in fixed and floating rate securities denominated in sterling (or in other currencies and hedged back into sterling) and issued by UK companies and companies worldwide.

The Fund may also invest in fixed and floating rate securities issued by governments and non-government agencies.

The Fund may invest up to 20% of its assets in below investment grade securities (as measured by Standard & Poor's or any other equivalent credit rating agencies) or in unrated securities.

The Fund may also invest in collective investment schemes, equity and equity related securities, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently. The Fund may use leverage and take short positions.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Income shares	64.18p	60.38p	6.29
A Accumulation shares	79.16p	73.05p	8.36
C Income shares	63.80p	59.95p	6.42
C Accumulation shares	152.10p	140.20p	8.49
S Income shares	56.79p	53.24p	6.67
S Accumulation shares	162.60p	149.50p	8.76
Z Income shares	124.50p	116.80p	6.59
Z Accumulation shares	162.10p	149.20p	8.65
	1.3.19 to 31.8.19	1.3.18 to 31.8.18	
Distributions per Z Income share	2.3605p	2.2572p	

Fund Information (continued)

Fund information

Launch date	11 August 1999			
Launch price	57.66p per C Income share			
	57.66p per C Accumulation share			
Launch date	19 December 2000			
Launch price	62.13p per Z Accumulation share			
Launch date	25 February 2002			
Launch price	60.15p per A Income share			
Launch date	11 May 2012			
Launch price	106.50p per Z Income share			
Launch date	1 October 2013			
Launch price	58.13p per A Accumulation share			
Launch date	1 November 2013			
Launch price	50.00p per S Income share			
Launch date	15 December 2017			
Launch price	151.40p per S Accumulation share			
	Quarterly	Interim	Quarterly	Final
Accounting dates	31 March	30 June	30 September	31 December
Revenue allocation dates	31 May	31 August	30 November	28 February

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Income shares	1.13% ¹	1.12%
A Accumulation shares	1.13% ¹	1.12%
C Income shares	0.88% ¹	0.87%
C Accumulation shares	0.88% ¹	0.87%
S Income shares	0.43% ¹	0.42%
S Accumulation shares	0.43% ¹	0.42%
Z Income shares	0.63% ¹	0.62%
Z Accumulation shares	0.63% ¹	0.62%

¹ The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Fund Information (continued)

Total purchases and sales

	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	197,177	305,425
Total sales	144,642	264,627

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 8.65%. In comparison, the Bank of America Merrill Lynch Sterling Corporate & Collateralised Index generated a total return of 7.08%¹.

Corporate bonds performed well over the period, rebounding after the weakness in the final months of 2018 with sentiment lifted by central bank dovishness. Over the course of the first six months of the year both the Federal Reserve (Fed) and the European Central Bank indicated they remain prepared to provide further policy support if necessary. The UK continued to see Brexit-related uncertainty, but the broad downward move in yields provided solid support to bond markets. Longer-dated bonds performed well.

The fund made a positive return and outperformed the benchmark. Much of the positive performance was generated in the first quarter, from security selection within UK senior financials and insurance, and several off-benchmark positions in high yield bonds. During the period, we have reduced credit risk, taking profit in various positions which have reached or exceeded fair value. With the 10-year UK government yield currently trading close to the base policy rate, we have been looking add to exposure in bonds with higher yield and shorter maturity than the benchmark. We additionally focus on pockets of opportunity where individual securities appear mispriced.

We are more cautious now than we were at the beginning of the year. Asset prices have rallied materially year-to-date as investors believe easing monetary conditions outweigh the deteriorating macroeconomic environment. We are not convinced that (marginally) lower rates will be enough to compensate for a deterioration in corporate fundamentals and geopolitical risks. Some parts portions of fixed income, especially government bonds and some BB euro-denominated bonds, look overvalued. Sterling investment grade, however, still offers some value. At this point in the cycle we are on the side of caution in terms of market risk, and focus on bottom-up credit selection. There are still ample individual securities where the margin of safety and the potential for income and capital growth is high.

Fund Manager:

Jonathan Golan



Jonathan Golan is a Fund Manager at Schroders, which involves helping manage the European Credit Fixed Income strategy. He joined Schroders in 2013 and is based in London. Jonathan was Fixed Income Analyst at Schroders from 2013 to 2015, responsible for European Credit Fixed Income

Qualifications: MSc in Financial Economics from Oxford University; BA in Economics from The Hebrew University

¹ Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it seeks to provide rewards whilst limiting price volatility.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund is index unconstrained and has the potential for greater volatility.

More than 35% of the property of the fund may be invested in Government securities.

The fund may invest in higher yielding bonds (non-investment grade). The risk of default is higher with non-investment grade bonds than with investment grade bonds. Higher yielding bonds may also have an increased potential to erode your capital sum than lower yielding bonds.

The fund may invest in a wide range of derivatives in order to meet its investment objectives and for leverage. The use of leverage can increase gains as well as losses and expose the fund to increased risk.

The fund may use derivatives for specific investment purposes. This involves a higher degree of risk and may lead to a higher volatility in the share prices of the fund. The ACD employs a risk management process to allow the ACD to measure derivative and forward positions and their contribution to the overall risk profile of the fund. As part of this risk management process, the ACD conducts daily value at risk analysis of the fund and performs both stress and back testing of the fund.

As a result of the expenses being charged wholly to capital, the distributable revenue of the fund may be higher, but the capital value of the fund may be eroded which may affect future performance.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December				
A Income shares		A Accumulation shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	65.97	57.18	73.06	62.14
2017	64.36	60.62	74.65	68.39
2018	63.66	59.98	74.87	72.57
Financial period to 30 June 2019	64.26	59.86	79.27	73.17

Financial year to 31 December				
C Income shares		C Accumulation shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	65.11	56.37	139.40	118.40
2017	63.69	59.90	142.90	130.60
2018	63.06	59.55	143.40	139.30
Financial period to 30 June 2019	63.89	59.44	152.30	140.50

Financial year to 31 December				
S Income shares		S Accumulation shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	57.20	49.41	–	–
2017	56.24	52.73	151.70	150.50
2018	55.75	52.86	152.30	147.90
Financial period to 30 June 2019	56.86	52.79	162.80	149.70

Financial year to 31 December				
Z Income shares		Z Accumulation shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	126.10	109.00	147.40	125.10
2017	123.70	116.10	151.70	138.30
2018	122.60	116.00	152.10	147.90
Financial period to 30 June 2019	124.60	115.80	162.30	149.40

Net Asset Value and Comparative Tables (continued)

Net revenue

Financial year to 31 December	A Income shares pence per share	A Accumulation shares pence per share
2016	2.3076	2.5431
2017	2.5979	2.9767
2018	2.3915	2.8517
Financial period to 30 June 2019	1.2202	1.4994

Financial year to 31 December	C Income shares pence per share	C Accumulation shares pence per share
2016	2.2759	4.8501
2017	2.5665	5.6856
2018	2.3720	5.4678
Financial period to 30 June 2019	1.2131	2.8792

Financial year to 31 December	S Income shares pence per share	S Accumulation shares pence per share
2016	1.9985	–
2017	2.2703	1.3873
2018	2.1014	5.8163
Financial period to 30 June 2019	1.0790	3.0746

Financial year to 31 December	Z Income shares pence per share	Z Accumulation shares pence per share
2016	4.4056	5.1258
2017	4.9878	6.0367
2018	4.6158	5.8072
Financial period to 30 June 2019	2.3605	3.0558

Net Asset Value and Comparative Tables (continued)

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Income shares	30,478	60.95	50,003,103
A Accumulation shares	38,690	68.76	56,264,990
C Income shares	42,119	60.22	69,943,338
C Accumulation shares	11,330	131.34	8,626,451
S Income shares	4,847	52.99	9,146,317
Z Income shares	76,126	116.73	65,213,672
Z Accumulation shares	41,849	139.02	30,103,783
2017			
A Income shares	15,765	63.20	24,944,694
A Accumulation shares	39,453	74.30	53,100,839
C Income shares	11,301	62.59	18,055,421
C Accumulation shares	7,366	142.26	5,177,780
S Income shares	73,862	55.34	133,481,085
S Accumulation shares	8,980	150.97	5,947,881
Z Income shares	43,650	121.64	35,883,537
Z Accumulation shares	34,100	150.96	22,589,228
2018			
A Income shares	14,827	59.57	24,892,280
A Accumulation shares	35,132	72.82	48,248,086
C Income shares	9,094	59.14	15,375,793
C Accumulation shares	6,357	139.77	4,547,942
S Income shares	72,113	52.53	137,292,003
S Accumulation shares	8,134	149.00	5,459,231
Z Income shares	44,591	115.23	38,696,143
Z Accumulation shares	71,081	148.69	47,804,720

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2019 at 30 June			
A Income shares	15,718	63.31	24,829,162
A Accumulation shares	36,617	78.89	46,416,440
C Income shares	9,147	62.93	14,535,185
C Accumulation shares	6,884	151.61	4,540,558
S Income shares	55,320	56.01	98,759,684
S Accumulation shares	8,433	161.98	5,206,153
Z Income shares	92,158	122.77	75,063,410
Z Accumulation shares	108,461	161.49	67,164,706

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Income shares	63.31	59.57	6.28
A Accumulation shares	78.89	72.82	8.34
C Income shares	62.93	59.14	6.41
C Accumulation shares	151.61	139.77	8.47
S Income shares	56.01	52.53	6.62
S Accumulation shares	161.98	149.00	8.71
Z Income shares	122.77	115.23	6.54
Z Accumulation shares	161.49	148.69	8.61

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 1.01% (0.00%)			
United States of America 1.01% (0.00%)			
Energy Transfer Operating Preference	171,267	3,371	1.01
		3,371	1.01
Equities total			
		3,371	1.01
Government Bonds 5.82% (7.85%)			
Argentina 0.22% (0.31%)			
Argentina Government Bond 3.375% 15/01/2023	€543,000	378	0.11
Argentina Government Bond 5.25% 15/01/2028	€307,000	200	0.06
Argentina Government Bond 7.82% 31/12/2033	€220,977	164	0.05
		742	0.22
Mexico 0.43% (0.50%)			
Mexico Government Bond 5.625% 19/03/2114	£1,380,000	1,425	0.43
		1,425	0.43
Romania 0.00% (0.57%)			
United Kingdom 5.17% (6.47%)			
UK Treasury 1.75% 07/09/2037	£1,305,389	1,388	0.42
UK Treasury 4.75% 07/12/2038	£1,900,000	3,008	0.90
UK Treasury 4.25% 07/12/2040	£1,907,036	2,909	0.87
UK Treasury 4.25% 07/12/2046	£2,040,000	3,312	1.00
UK Treasury 1.5% 22/07/2047	£4,955,902	4,978	1.50
UK Treasury 1.75% 22/01/2049	£1,500,000	1,597	0.48
		17,192	5.17
Government Bonds total			
		19,359	5.82

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Corporate Bonds 89.20% (88.84%)			
Belgium 0.00% (0.13%)			
Cayman Islands 2.35% (1.05%)			
Mizzen Bondco 7% 01/05/2021	£4,145,019	4,052	1.22
Phoenix Group Holdings 6.625% 18/12/2025	£3,412,000	3,757	1.13
		7,809	2.35
Czech Republic 0.54% (0.00%)			
EP Infrastructure 1.659% 26/04/2024	€2,000,000	1,782	0.54
		1,782	0.54
Denmark 0.54% (0.00%)			
Danske Bank 5% 12/01/2022	US\$2,178,000	1,796	0.54
		1,796	0.54
France 4.61% (6.11%)			
La Financiere Atalian 4% 15/05/2024	€600,000	402	0.12
Iliad 1.875% 25/04/2025	€1,000,000	879	0.27
La Financiere Atalian 6.625% 15/05/2025	£2,987,000	2,209	0.66
TDF Infrastructure 2.5% 07/04/2026	€1,800,000	1,706	0.51
Altice France 7.375% 01/05/2026	US\$3,314,000	2,677	0.81
Electricite de France 5.5% 17/10/2041	£2,600,000	3,730	1.12
Electricite de France FRN 6% Perpetual	£2,000,000	2,142	0.64
Orange FRN 5.75% Perpetual	£1,437,000	1,589	0.48
		15,334	4.61

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Germany 0.40% (0.49%)			
Bayer FRN 2.375% 02/04/2075	€1,500,000	1,341	0.40
		1,341	0.40
Iceland 1.41% (0.88%)			
Landsbankinn 1.375% 14/03/2022	€2,600,000	2,361	0.71
Arion Banki 1% 20/03/2023	€1,000,000	895	0.27
Islandsbanki FRN 1.125% 19/01/2024	€1,622,000	1,446	0.43
		4,702	1.41
Ireland 3.70% (1.06%)			
Perrigo Finance 3.9% 15/12/2024	US\$2,500,000	1,956	0.59
Roadster Finance 1.625% 09/12/2029	€3,050,000	2,729	0.82
Roadster Finance 2.375% 08/12/2032	€988,000	888	0.27
Perrigo Finance 4.9% 15/12/2044	US\$4,213,000	2,876	0.86
Aryzta Euro Finance FRN 4.5% Perpetual	€4,452,000	3,860	1.16
		12,309	3.70
Italy 2.54% (2.13%)			
FCA Bank 1.625% 29/09/2021	£2,146,000	2,129	0.64
UniCredit FRN 6.497% 14/01/2022	US\$2,010,000	1,648	0.49
Autostrade per l'Italia 6.25% 09/06/2022	£1,600,000	1,752	0.53
Intesa Sanpaolo 5.017% 26/06/2024	US\$750,000	593	0.18
Enel 5.75% 22/06/2037	£700,000	930	0.28
Superstrada Pedemontana Veneta, STEP 0% 30/06/2047	€800,000	682	0.20
Assicurazioni Generali FRN 6.269% Perpetual	£700,000	735	0.22
		8,469	2.54

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Jersey 0.95% (2.24%)			
Porterbrook Rail Finance 6.5% 20/10/2020	£250,000	265	0.08
AA Bond 6.269% 02/07/2043	£1,000,000	1,034	0.31
AA Bond 4.875% 31/07/2043	£1,858,000	1,824	0.55
HSBC Bank Capital Funding Sterling 2 FRN 5.862% Perpetual	£32,000	33	0.01
		3,156	0.95
Luxembourg 4.22% (5.19%)			
Gazprom 4.25% 06/04/2024	£1,441,000	1,528	0.46
ADO Properties 1.5% 26/07/2024	€5,600,000	4,932	1.48
Hidrovias International Finance 5.95% 24/01/2025	US\$2,170,000	1,749	0.53
Blackstone Property Partners Europe Holdings 2.2% 24/07/2025	€4,220,000	3,997	1.20
Medtronic Global Holdings 1.75% 02/07/2049	€2,129,000	1,848	0.55
		14,054	4.22
Mexico 1.95% (0.69%)			
Petroleos Mexicanos 4.875% 24/01/2022	US\$1,270,000	991	0.30
Petroleos Mexicanos 1.875% 21/04/2022	€1,158,000	998	0.30
Petroleos Mexicanos 8.25% 02/06/2022	£2,021,000	2,212	0.66
Petroleos Mexicanos 3.75% 16/11/2025	£2,500,000	2,286	0.69
		6,487	1.95
Netherlands 6.33% (9.05%)			
Teva Pharmaceutical Finance Netherlands II 1.25% 31/03/2023	€850,000	677	0.20
NIBC Bank 3.125% 15/11/2023	£2,700,000	2,757	0.83

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Netherlands (continued)			
Teva Pharmaceutical Finance Netherlands III 6% 15/04/2024	US\$6,988,000	5,195	1.56
ING Groep 3% 18/02/2026	£2,200,000	2,296	0.69
Koninklijke KPN 5% 18/11/2026	£2,370,000	2,644	0.80
Teva Pharmaceutical Finance Netherlands III 6.75% 01/03/2028	US\$1,208,000	875	0.26
LafargeHolcim Sterling Finance Netherlands 3% 12/05/2032	£3,100,000	3,119	0.94
Achmea FRN 4.25% Perpetual	€2,924,000	2,830	0.85
Volkswagen International Finance FRN 4.625% Perpetual	€700,000	670	0.20
		21,063	6.33
Norway 0.58% (0.00%)			
Aker BP 4.75% 15/06/2024	US\$2,364,000	1,920	0.58
		1,920	0.58
Portugal 0.00% (0.70%)			
Spain 1.26% (0.57%)			
Abertis Infraestructuras 3.375% 27/11/2026	£4,100,000	4,189	1.26
		4,189	1.26
Sweden 2.21% (3.14%)			
Heimstaden Bostad 1.75% 07/12/2021	€2,218,000	2,050	0.62
Heimstaden Bostad 2.125% 05/09/2023	€2,257,000	2,111	0.63
Vattenfall 6.875% 15/04/2039	£106,000	178	0.05
Akelius Residential Property FRN 3.875% 05/10/2078	€3,214,000	3,016	0.91
		7,355	2.21

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Switzerland 0.95% (2.31%)			
Credit Suisse Group FRN 2.125% 12/09/2025	£3,182,000	3,156	0.95
		3,156	0.95
United Kingdom 45.90% (48.08%)			
FCE Bank 3.25% 19/11/2020	£2,000,000	2,034	0.61
Jerrold Finco 6.25% 15/09/2021	£1,763,000	1,796	0.54
Skipton Building Society 1.75% 30/06/2022	£814,000	808	0.24
G4S International Finance 1.5% 09/01/2023	€2,671,000	2,438	0.73
Anglian Water Osprey Financing 5% 30/04/2023	£1,439,000	1,451	0.44
Provident Financial 7% 04/06/2023	£1,725,000	1,752	0.53
HSBC Holdings FRN 2.175% 27/06/2023	£1,005,000	1,014	0.30
National Express Group 2.5% 11/11/2023	£517,000	523	0.16
Jerrold Finco 6.125% 15/01/2024	£2,400,000	2,437	0.73
Barclays 3.125% 17/01/2024	£1,300,000	1,337	0.40
Saga 3.375% 12/05/2024	£1,700,000	1,402	0.42
Pension Insurance 6.5% 03/07/2024	£1,659,000	1,845	0.55
Liberty Living Finance 2.625% 28/11/2024	£1,832,000	1,854	0.56
Royal Bank of Scotland Group FRN 4.269% 22/03/2025	US\$1,113,000	907	0.27
Yorkshire Building Society FRN 3% 18/04/2025	£5,523,000	5,609	1.69
Annington Funding 2.646% 12/07/2025	£2,000,000	2,019	0.61
Next Group 3% 26/08/2025	£1,011,000	1,034	0.31
Yorkshire Building Society 3.5% 21/04/2026	£1,523,000	1,622	0.49
Virgin Money Holdings UK FRN 3.375% 24/04/2026	£7,675,000	7,729	2.32
London & Quadrant Housing Trust 2.625% 05/05/2026	£1,000,000	1,036	0.31

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
TSB Banking Group FRN 5.75% 06/05/2026	£2,199,000	2,234	0.67
Barclays 3% 08/05/2026	£794,000	802	0.24
Western Power Distribution 3.5% 16/10/2026	£5,147,000	5,358	1.61
HSBC Holdings FRN 2.256% 13/11/2026	£1,299,000	1,297	0.39
Pension Insurance 8% 23/11/2026	£2,500,000	3,013	0.91
Imperial Brands Finance 2.125% 12/02/2027	€1,500,000	1,405	0.42
Royal Bank of Scotland Group FRN 3.125% 28/03/2027	£1,220,000	1,239	0.37
Sainsbury's Bank FRN 6% 23/11/2027	£5,018,000	5,096	1.53
London & Quadrant Housing Trust 2.625% 28/02/2028	£7,081,000	7,265	2.18
Quilter FRN 4.478% 28/02/2028	£4,415,000	4,496	1.35
Grainger 3.375% 24/04/2028	£4,981,000	5,128	1.54
Metro Bank FRN 5.5% 26/06/2028	£4,719,000	3,937	1.18
Assura Financing REIT 3% 19/07/2028	£4,655,000	4,947	1.49
UNITE Group REIT 3.5% 15/10/2028	£2,018,000	2,112	0.63
RI Finance Bonds No. 3 6.125% 13/11/2028	£1,348,000	1,542	0.46
Clarion Funding 2.625% 18/01/2029	£1,306,000	1,363	0.41
Phoenix Group Holdings 4.375% 24/01/2029	€1,275,000	1,162	0.35
Notting Hill Genesis 2.875% 31/01/2029	£1,991,000	2,064	0.62
Leeds Building Society FRN 3.75% 25/04/2029	£1,736,000	1,719	0.52
Quadgas Finance 3.375% 17/09/2029	£1,290,000	1,310	0.39
Liberty Living Finance 3.375% 28/11/2029	£3,692,000	3,828	1.15
HSBC Holdings FRN 3% 29/05/2030	£1,500,000	1,540	0.46
Pension Insurance 5.625% 20/09/2030	£1,200,000	1,219	0.37
Telereal Securitisation FRN 4.09% 10/12/2033	£800,000	830	0.25

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
Telereal Securitisation 5.553% 10/12/2033	£75,672	92	0.03
Greene King Finance 3.593% 15/03/2035	£3,312,000	3,411	1.03
Longstone Finance, Series A 4.791% 19/04/2036	£144,334	167	0.05
Longstone Finance 4.896% 19/04/2036	£680,000	790	0.24
Home Group 3.125% 27/03/2043	£2,751,000	2,778	0.84
WPP Finance 2013 2.875% 14/09/2046	£3,240,000	2,737	0.82
Karbon Homes 3.375% 15/11/2047	£2,792,000	3,148	0.95
British Telecommunications 3.625% 21/11/2047	£3,151,000	3,311	1.00
Optivo Finance 3.283% 22/03/2048	£1,861,000	2,003	0.60
Notting Hill Housing Trust 3.25% 12/10/2048	£4,040,000	4,094	1.23
WM Treasury 2 3.25% 20/10/2048	£4,074,000	4,335	1.30
Prudential FRN 5.625% 20/10/2051	£1,060,000	1,166	0.35
Prudential FRN 5% 20/07/2055	£1,989,000	2,118	0.64
Prudential FRN 6.25% 20/10/2068	£4,006,000	4,545	1.37
NGG Finance FRN 5.625% 18/06/2073	£4,098,000	4,432	1.33
SSE FRN 4.75% 16/09/2077	US\$4,999,000	3,950	1.19
Barclays Bank FRN 5.33% Perpetual	£2,360,000	2,362	0.71
SSE FRN 3.875% Perpetual	£1,700,000	1,721	0.52
		152,713	45.90
United States of America 8.76% (5.02%)			
Mylan 3.125% 15/01/2023	US\$3,567,000	2,732	0.82
Mylan 2.125% 23/05/2025	€605,000	541	0.16
Reynolds American 4.45% 12/06/2025	US\$3,481,000	2,909	0.87
Bayer US Finance II 4.375% 15/12/2028	US\$4,658,000	3,871	1.16
Digital Stout Holding REIT 3.75% 17/10/2030	£5,501,000	5,871	1.77

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
Fidelity National Information Services 3.36% 21/05/2031	£1,323,000	1,397	0.42
Fiserv 3% 01/07/2031	£4,000,000	4,054	1.22
Berkshire Hathaway Finance 2.375% 19/06/2039	£3,113,000	3,168	0.95
AT&T 7% 30/04/2040	£2,650,000	3,999	1.20
American International Group FRN 2.493% 15/03/2067	£100,000	83	0.03
Enterprise Products Operating FRN 5.375% 15/02/2078	US\$726,000	532	0.16
		29,157	8.76
Corporate Bonds total			
		296,792	89.20
Convertible Bonds 2.31% (0.88%)			
Jersey 2.07% (0.88%)			
Intu Jersey 2 REIT 2.875% 01/11/2022	£8,200,000	6,866	2.07
		6,866	2.07
United Kingdom 0.24% (0.00%)			
J Sainsbury FRN 2.875% Perpetual	£800,000	803	0.24
		803	0.24
Convertible Bonds total			
		7,669	2.31
Swaps (0.10%) ((0.48%))			
Credit Default Swap Bank of America Buy Michelin Luxembourg 2.75% 20/06/2019 20/09/2019	EUR 760,000	(2)	0.00
Credit Default Swap Credit Suisse Buy Michelin Luxembourg 2.75% 20/06/2019 20/09/2019	EUR 600,000	(1)	0.00
Credit Default Swap J.P. Morgan Securities Buy Michelin Luxembourg 2.75% 20/06/2019 20/09/2019	EUR 760,000	(2)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Swaps (continued)			
Credit Default Swap BNP Paribas Buy Mondelez International 6.5% 11/08/2017 20/12/2020	USD 605,000	(6)	0.00
Credit Default Swap J.P. Morgan Securities Buy Mondelez International 6.5% 11/08/2017 20/12/2020	USD 620,000	(7)	0.00
Credit Default Swap J.P. Morgan Securities Buy BP Capital Markets America 4.2% 15/06/2018 20/12/2021	EUR 970,000	(18)	(0.01)
Credit Default Swap BNP Paribas Buy Standard Chartered Bank 5.875% 26/09/2017 20/12/2021	EUR 1,530,000	(25)	(0.01)
Credit Default Swap Citigroup Global Markets Buy Standard Chartered Bank 5.875% 26/09/2017 20/06/2022	EUR 246,812	(4)	0.00
Credit Default Swap Barclays Buy Wendel 3.75% 21/01/2021 20/06/2023	EUR 5,000,000	(812)	(0.24)
Credit Default Swap BNP Paribas Buy BASF 2% 05/12/2022 20/06/2024	EUR 1,900,000	(66)	(0.02)
Credit Default Swap Bank of America Buy Rexel 2.125% 15/06/2025 20/06/2024	EUR 1,000,000	(166)	(0.05)
Credit Default Swap Citigroup Global Markets Buy Rexel 2.125% 15/06/2025 20/06/2024	EUR 3,000,000	(499)	(0.15)
Credit Default Swap Citigroup Global Markets Buy BNP Paribas 5% 28/06/2016 20/06/2024	EUR 2,482,300	(6)	0.00
Credit Default Swap Credit Suisse Buy BNP Paribas 5% 28/06/2016 20/06/2024	EUR 2,000,000	(5)	0.00
Credit Default Swap Goldman Sachs Buy BNP Paribas 5% 28/06/2016 20/06/2024	EUR 544,733	(1)	0.00
Credit Default Swap Citigroup Global Markets Buy Societe Generale 5.875% 21/12/2016 20/06/2024	EUR 720,261	2	0.00
Credit Default Swap BNP Paribas Buy HSBC 6% 10/06/2019 20/06/2024	EUR 10,400,000	(84)	(0.03)

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Swaps (continued)			
Credit Default Swap BNP Paribas Buy HSBC 6% 10/06/2019 20/06/2024	GBP 420,795	(4)	0.00
Credit Default Swap Citigroup Global Markets Sell Iberdrola International 2.875% 11/11/2020 20/06/2021	EUR 484,147	8	0.00
Credit Default Swap Citigroup Global Markets Sell Imperial Brands Finance 6.25% 04/12/2018 20/12/2021	EUR 1,510,000	20	0.01
Credit Default Swap J.P. Morgan Securities Sell Next Group 5.375% 26/10/2021 20/06/2022	EUR 3,000,000	30	0.01
Credit Default Swap J.P. Morgan Securities Sell The Royal Bank of Scotland Group 1.5% 28/11/2016 20/06/2023	EUR 1,500,000	13	0.00
Credit Default Swap J.P. Morgan Securities Sell Heathrow Funding 1.875% 23/05/2024 20/06/2023	EUR 1,338,091	15	0.01
Credit Default Swap Citigroup Global Markets Sell BAT International Finance 2.375% 19/01/2023 20/06/2023	EUR 5,000,000	77	0.02
Credit Default Swap Barclays Sell Autostrade per l'Italia 5.875% 09/06/2024 20/06/2023	EUR 62,000	0	0.00
Credit Default Swap BNP Paribas Sell Autostrade per l'Italia 5.875% 09/06/2024 20/06/2023	EUR 529,689	1	0.00
Credit Default Swap J.P. Morgan Securities Sell Autostrade per l'Italia 5.875% 09/06/2024 20/06/2023	EUR 99,867	0	0.00
Credit Default Swap Barclays Sell Rolls-Royce 6.75% 30/04/2019 20/06/2023	EUR 3,000,000	43	0.01
Credit Default Swap Barclays Sell Heathrow Funding 1.875% 23/05/2024 20/12/2023	EUR 379,856	3	0.00
Credit Default Swap Citigroup Global Markets Sell Heathrow Funding 1.875% 23/05/2024 20/12/2023	EUR 879,280	8	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Swaps (continued)			
Credit Default Swap J.P. Morgan Securities Sell Heathrow Funding 1.875% 23/05/2024 20/12/2023	EUR 2,461,994	22	0.00
Credit Default Swap BNP Paribas Sell Heathrow Funding 1.875% 23/05/2024 20/06/2024	EUR 3,000,000	20	0.01
Credit Default Swap Citigroup Global Markets Sell Heathrow Funding 1.875% 23/05/2024 20/06/2024	EUR 2,000,000	13	0.01
Credit Default Swap Bank of America Sell Wendel 3.75% 21/01/2021 20/06/2024	EUR 5,000,000	964	0.29
Inflation Rate Swap Morgan Stanley Pay floating UKRPI 1 month Receive fixed 3.658% 15/06/2024	GBP 10,000,000	40	0.01
Interest Rate Swap Morgan Stanley Pay floating LIBOR 6 month Receive fixed 0.99% 06/07/2022	GBP 4,670,000	20	0.01
Interest Rate Swap Morgan Stanley Pay floating LIBOR 6 month Receive fixed 1.309% 06/02/2023	GBP 4,540,000	73	0.02
Interest Rate Swap Morgan Stanley Pay floating EURIBOR 6 month Receive fixed 0.719% 27/06/2049	EUR 1,694,865	(1)	0.00
Swaps total		(337)	(0.10)
Forward Foreign Currency Contracts (0.16)% ((0.24)%)			
Buy EUR 8,998,780 Sell GBP 8,008,373 25/07/2019	EUR 8,998,780	71	0.02
Sell EUR 2,072,177 Buy GBP 1,863,049 25/07/2019	EUR (2,072,177)	3	0.00
Sell EUR 57,774,990 Buy GBP 51,383,225 25/07/2019	EUR (57,774,990)	(490)	(0.15)
Sell USD 2,427,295 Buy GBP 1,912,061 25/07/2019	USD (2,427,295)	1	0.00
Sell USD 48,804,316 Buy GBP 38,334,155 25/07/2019	USD (48,804,316)	(89)	(0.03)
Forward Foreign Currency Contracts total		(504)	(0.16)

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Futures (0.02)% (0.03%)			
Euro-Bobl September 2019	(112)	(58)	(0.02)
Euro-Bund September 2019	(71)	(111)	(0.03)
Long Gilt September 2019	82	87	0.03
US 10 Year Note September 2019	79	6	0.00
Futures total		(76)	(0.02)
Portfolio of investments		326,274	98.06
Net other assets		6,464	1.94
Net assets attributable to shareholders		332,738	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
Yorkshire Building Society FRN 3% 18/04/2025	5,548
Teva Pharmaceutical Finance Netherlands III 6% 15/04/2024	5,247
Virgin Money Holdings UK FRN 3.375% 24/04/2026	4,871
UK Treasury 1.5% 22/07/2047	4,633
Lloyds Bank FRN 12% Perpetual	4,607
Intu Jersey 2 REIT 2.875% 01/11/2022	4,522
NGG Finance FRN 5.625% 18/06/2073	4,389
ING Groep 3% 18/02/2026	4,182
Abertis Infraestructuras 3.375% 27/11/2026	4,075
Mizzen Bondco 7% 01/05/2021	4,051

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
UK Treasury 1.75% 07/09/2037	5,337
CYBG FRN 4% 25/09/2026	4,986
Yorkshire Building Society 3.5% 21/04/2026	4,813
Lloyds Bank FRN 12% Perpetual	4,639
DS Smith 1.375% 26/07/2024	3,906
TSB Bank FRN 1.58% 15/02/2024	3,657
Leeds Building Society 1.375% 05/05/2022	3,554
Virgin Media Secured Finance 5% 15/04/2027	3,457
Teva Pharmaceutical Finance Netherlands III 2.8% 21/07/2023	3,407
Credit Suisse Group FRN 2.125% 12/09/2025	3,133

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	19,117	(6,396)
Revenue	5,867	4,204
Expenses	(984)	(812)
Net revenue before taxation	4,883	3,392
Taxation	0	0
Net revenue after taxation	4,883	3,392
Total return before distributions	24,000	(3,004)
Distributions	(5,865)	(4,451)
Change in net assets attributable to shareholders from investment activities	18,135	(7,455)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	261,329 ¹	234,477
Amounts receivable on issue of shares	60,493	27,219
Amounts payable on cancellation of shares	(10,089)	(12,561)
	50,404	14,658
Dilution adjustment	12	13
Change in net assets attributable to shareholders from investment activities	18,135	(7,455)
Retained distribution on Accumulation shares	2,854	1,843
Unclaimed distributions	4	4
Closing net assets attributable to shareholders	332,738	243,540¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	328,731	255,392
Current assets		
Debtors	7,953	3,844
Cash and bank balances	11,559	6,263
Total assets	348,243	265,499
Liabilities		
Investment liabilities	(2,457)	(2,209)
Creditors		
Bank overdrafts	(922)	(162)
Distributions payable	(1,761)	(1,469)
Other creditors	(10,365)	(330)
Total liabilities	(15,505)	(4,170)
Net assets attributable to shareholders	332,738	261,329

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder Sterling Corporate Bond Fund are disclosed on page 8.

Securities Financing Transactions

The fund has not engaged in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs 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) or total return swaps (TRSs) and contracts for difference (CFDs). Accordingly, disclosures required by Article 13 of the Regulation are not applicable for the accounting period ended 30 June 2019.

Distribution Table (unaudited)

**Quarterly distribution
for the three
months ended
31 March 2019**

Group 1 Shares purchased prior to 1 January 2019

Group 2 Shares purchased on or after 1 January 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution paid 31.5.19 p per share	<i>Distribution paid 31.5.18 p per share</i>
A Income shares				
Group 1	0.5727	–	0.5727	0.5761
Group 2	0.2627	0.3100	0.5727	0.5761
A Accumulation shares				
Group 1	0.6999	–	0.6999	0.6772
Group 2	0.2879	0.4120	0.6999	0.6772
C Income shares				
Group 1	0.5688	–	0.5688	0.5712
Group 2	0.1359	0.4329	0.5688	0.5712
C Accumulation shares				
Group 1	1.3440	–	1.3440	1.2977
Group 2	0.5983	0.7457	1.3440	1.2977
S Income shares				
Group 1	0.5057	–	0.5057	0.5050
Group 2	0.2022	0.3035	0.5057	0.5050
S Accumulation shares				
Group 1	1.4334	–	1.4334	1.3782
Group 2	1.4334	0.0000	1.4334	1.3782
Z Income shares				
Group 1	1.1083	–	1.1083	1.1106
Group 2	0.5644	0.5439	1.1083	1.1106
Z Accumulation shares				
Group 1	1.4301	–	1.4301	1.3753
Group 2	0.5284	0.9017	1.4301	1.3753

Distribution Table (unaudited) (continued)

Interim distribution for the three months ended 30 June 2019

Group 1 Shares purchased prior to 1 April 2019

Group 2 Shares purchased on or after 1 April 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	Distribution paid 31.8.18 p per share
A Income shares				
Group 1	0.6475	–	0.6475	0.5946
Group 2	0.2759	0.3716	0.6475	0.5946
A Accumulation shares				
Group 1	0.7995	–	0.7995	0.7052
Group 2	0.3950	0.4045	0.7995	0.7052
C Income shares				
Group 1	0.6443	–	0.6443	0.5895
Group 2	0.2359	0.4084	0.6443	0.5895
C Accumulation shares				
Group 1	1.5352	–	1.5352	1.3515
Group 2	0.1900	1.3452	1.5352	1.3515
S Income shares				
Group 1	0.5733	–	0.5733	0.5219
Group 2	0.2904	0.2829	0.5733	0.5219
S Accumulation shares				
Group 1	1.6412	–	1.6412	1.4366
Group 2	1.6412	0.0000	1.6412	1.4366
Z Income shares				
Group 1	1.2522	–	1.2522	1.1466
Group 2	0.6386	0.6136	1.2522	1.1466
Z Accumulation shares				
Group 1	1.6257	–	1.6257	1.4354
Group 2	0.8947	0.7310	1.6257	1.4354

Equalisation

Equalisation applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to the holders of these shares as a return of capital.

Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Fund Information

Investment objective and policy

The Schroder European Recovery Fund (the 'fund') aims to provide capital growth by investing in equity and equity related securities of European companies, excluding the UK.

The Fund invests at least 80% of its assets in equity and equity related securities of European companies, excluding the UK. As the Fund is index-unconstrained it is managed without reference to an index.

The Fund applies a disciplined value investment approach, seeking to invest in a selected portfolio of companies that the Investment Manager believes are significantly undervalued relative to their long-term earnings potential.

The Fund may also invest in other equity and equity related securities including UK companies, collective investment schemes, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim reducing risk or managing the Fund more efficiently.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Accumulation shares	756.90p	675.00p	12.13
C Income shares	739.20p	678.20p	8.99
C Accumulation shares	820.60p	730.00p	12.41
L Income shares	67.67p	62.21p	8.78
L Accumulation shares	74.96p	66.58p	12.59
S Income shares	63.66p	58.64p	8.56
S Accumulation shares	828.50p	734.80p	12.75
Z Income shares	722.90p	664.20p	8.84
Z Accumulation shares	866.90p	770.20p	12.56

Fund Information (continued)

Fund information

Launch date	2 July 1999	
Launch price	241.21p per C Accumulation share	
	241.21p per Z Accumulation share	
Launch date	25 February 2002	
Launch price	217.60p per A Accumulation share	
Launch date	1 April 2010	
Launch price	464.66p per Z Income share	
Launch date	8 May 2013	
Launch price	518.17p per C Income share	
Launch date	1 October 2013	
Launch price	50.00p per L Income share	
	50.00p per L Accumulation share	
Launch date	1 November 2013	
Launch price	50.00p per S Income share	
Launch date	15 December 2017	
Launch price	830.50p per S Accumulation share	
	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation date		28 February

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Accumulation shares	1.69% ¹	1.69%
C Income shares	1.20% ¹	1.19%
C Accumulation shares	1.20% ¹	1.19%
L Income shares	0.87% ¹	0.87%
L Accumulation shares	0.87% ¹	0.87%
S Income shares	0.57% ¹	0.57%
S Accumulation shares	0.57% ¹	0.57%
Z Income shares	0.95% ¹	0.94%
Z Accumulation shares	0.95% ¹	0.94%

¹ The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Fund Information (continued)

Total purchases and sales	For the period to 30.6.19	
	For the period to 30.6.19	For the year to 31.12.18
	£000's	£000's
Total purchases	19,053	262,083
Total sales	54,387	386,319

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of A Accumulation shares on a dealing price to dealing price basis rose 12.13%. In comparison, the FTSE¹ World European ex UK Index generated a total return of 17.49%² in sterling terms.

The fund uses the Schroders Global Value Team's well-known bottom-up, deep-value approach to identify recovery stocks. The approach seeks to take advantage of investors' low tolerance for short-term bad news and a tendency to extrapolate current trends when forming future expectations. It enables us to identify companies that have become significantly undervalued relative to their long-term earnings potential.

The value style underperformed higher growth areas of the market during the period and the fund lagged behind the index. Mining stock South32 was among the detractors. The group's first quarter results saw production decrease or remain flat across most of its assets. South32 remains in good financial health and there is scope for it to extend its current share buyback programme. Dutch bank ABN AMRO Bank was another detractor. The market responded poorly to the Q4 results amid cautious guidance from the company on future dividends. On the positive side, natural gas producer Gazprom ADR supported fund returns. The company proposed a 2018 dividend of 16.61 roubles per share, more than double the dividend for 2017. This new higher payment puts Gazprom ADR on a pay-out ratio for 2018 of c.25%. However, this is still considerably below the government mandated pay-out ratio for state owned companies of 50% and it may be that Gazprom ADR will ultimately have to follow suit.

Co-Fund Manager:

Andrew Lyddon



Co-manager of European Income, European Recovery and Global Recovery strategies, with 14 years' investment experience

Past Specialist Value UK equities fund manager

UK equity analyst responsible for Telecommunications and Support Services

Joined Schroders in October 2005 as an Equity Analyst with the Pan European Industrials desk

CFA Charterholder

MSc in Intellectual Property Law, Queen Mary College

Degree in Chemistry, Bath University

Co-Fund Manager:

Andrew Evans



Co-Fund Manager of Schroder ISF European Value and Schroder ISF European Equity Yield

Joined Schroders' Global Value Team in June 2015

Investment career commenced in 2001

Worked at Threadneedle in UK research and Dresdner Kleinwort as an analyst for the Pan European transport sector

CFA Charterholder

Degree in Economics, Exeter University

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² Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the fund’s future risk profile.

The fund’s risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests in a smaller number of stocks. This carries more risk than funds spread across a larger number of companies.

The fund may invest in a wide range of derivatives in order to meet its investment objectives.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December	A Accumulation shares		C Income shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	679.70	525.50	699.10	538.60
2017	788.00	674.40	800.00	682.30
2018	810.30	668.30	810.30	671.40
Financial period to 30 June 2019	756.90	673.40	739.20	657.20

Financial year to 31 December	C Accumulation shares		L Income shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	727.00	560.10	64.13	49.29
2017	847.20	722.60	73.43	62.47
2018	872.20	722.70	74.10	61.58
Financial period to 30 June 2019	820.60	728.20	67.67	60.06

Financial year to 31 December	L Accumulation shares		S Income shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	65.84	50.61	60.39	46.33
2017	77.00	65.51	69.21	58.73
2018	79.31	65.91	69.65	58.04
Financial period to 30 June 2019	74.96	66.42	63.66	56.42

Financial year to 31 December	S Accumulation shares		Z Income shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	–	–	684.90	526.80
2017	847.20	830.50	784.20	667.60
2018	872.80	727.40	791.80	657.50
Financial period to 30 June 2019	828.50	733.10	722.90	641.90

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December

Z Accumulation shares

	Highest dealing p	Lowest dealing p
2016	762.90	586.80
2017	891.50	758.90
2018	918.10	762.50
Financial period to 30 June 2019	866.90	768.40

Net revenue

Financial year to 31 December	A Accumulation shares pence per share	C Income shares pence per share
2016	9.0011	12.5387
2017	9.7413	12.7206
2018	16.7497	20.5714
Financial period to 30 June 2019	Nil	Nil

Financial year to 31 December	C Accumulation shares pence per share	L Income shares pence per share
2016	12.9267	1.3328
2017	14.3085	1.4628
2018	22.1397	2.1032
Financial period to 30 June 2019	Nil	Nil

Financial year to 31 December	L Accumulation shares pence per share	S Income shares pence per share
2016	1.3791	1.4200
2017	1.5444	1.5820
2018	2.2545	2.1781
Financial period to 30 June 2019	Nil	Nil

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	S Accumulation shares pence per share	Z Income shares pence per share
2016	–	13.7510
2017	14.6699	15.1927
2018	27.2935	21.9417
Financial period to 30 June 2019	Nil	Nil

Financial year to 31 December	Z Accumulation shares pence per share
2016	15.3708
2017	17.2602
2018	25.4554
Financial period to 30 June 2019	Nil

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Accumulation shares	163,245	673.81	24,227,078
C Income shares	14,425	681.10	2,117,901
C Accumulation shares	71,240	721.39	9,875,414
L Income shares	19,141	62.33	30,706,166
L Accumulation shares	51,485	65.37	78,766,107
S Income shares	5,249	58.57	8,960,721
Z Income shares	19,825	666.18	2,975,964
Z Accumulation shares	175,736	757.35	23,203,963
2017			
A Accumulation shares	160,141	776.77	20,616,387
C Income shares	393	776.46	50,625
C Accumulation shares	25,951	835.79	3,104,994
L Income shares	2,377	70.99	3,348,820
L Accumulation shares	47,380	75.98	62,360,959
S Income shares	21,779	66.71	32,645,610
S Accumulation shares	51,067	836.02	6,108,308
Z Income shares	19,951	758.61	2,629,925
Z Accumulation shares	163,434	879.62	18,580,019

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2018			
A Accumulation shares	110,627	675.91	16,367,042
C Income shares	263	658.49	40,034
C Accumulation shares	17,433	730.95	2,385,074
L Income shares	980	60.18	1,628,292
L Accumulation shares	30,528	66.66	45,794,593
S Income shares	13,879	56.53	24,550,064
S Accumulation shares	34,763	735.76	4,724,769
Z Income shares	6,349	643.16	987,036
Z Accumulation shares	107,322	771.22	13,915,912
2019 at 30 June			
A Accumulation shares	87,489	757.17	11,554,733
C Income shares	296	739.44	40,034
C Accumulation shares	17,238	820.84	2,100,103
L Income shares	1,139	67.69	1,682,612
L Accumulation shares	30,101	74.98	40,145,065
S Income shares	13,505	63.68	21,209,474
S Accumulation shares	34,806	828.78	4,199,597
Z Income shares	6,700	723.13	926,467
Z Accumulation shares	113,691	867.13	13,111,229

Net Asset Value and Comparative Tables (continued)

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Accumulation shares	757.17	675.91	12.02
C Income shares	739.44	658.49	12.29
C Accumulation shares	820.84	730.95	12.30
L Income shares	67.69	60.18	12.48
L Accumulation shares	74.98	66.66	12.48
S Income shares	63.68	56.53	12.65
S Accumulation shares	828.78	735.76	12.64
Z Income shares	723.13	643.16	12.43
Z Accumulation shares	867.13	771.22	12.44

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 96.00% (93.70%)			
Australia 3.09% (2.57%)			
South32	5,369,249	9,437	3.09
		9,437	3.09
Belgium 11.69% (9.03%)			
Ageas	336,131	13,782	4.52
bpost	685,704	5,123	1.68
EVS Broadcast Equipment	256,717	4,676	1.53
Orange Belgium	771,381	12,069	3.96
		35,650	11.69
Canada 3.66% (2.65%)			
Lundin Mining	2,607,756	11,164	3.66
		11,164	3.66
Denmark 1.25% (1.16%)			
D/S Norden	336,614	3,806	1.25
		3,806	1.25
Finland 0.00% (1.35%)			
France 19.02% (24.73%)			
AXA	418,531	8,659	2.84
BNP Paribas	243,785	9,135	3.00
Coface	1,018,227	8,094	2.65
Publicis Groupe	162,447	6,749	2.21
Sanofi	218,038	14,849	4.87
Television Francaise 1	1,267,893	10,533	3.45
		58,019	19.02

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Germany 9.13% (4.24%)			
Allianz	66,876	12,693	4.16
Continental	53,189	6,128	2.01
Deutsche Bank	496,572	3,024	0.99
Schaeffler Preference	1,020,582	6,012	1.97
		27,857	9.13
Greece 1.37% (1.30%)			
Alpha Bank	2,657,932	4,173	1.37
		4,173	1.37
Italy 11.88% (11.08%)			
Danieli & C Officine Meccaniche	499,639	4,949	1.62
Eni	1,267,862	16,612	5.45
Intesa Sanpaolo	4,756,004	8,028	2.63
UniCredit	684,935	6,651	2.18
		36,240	11.88
Jersey 1.87% (1.74%)			
Atrium European Real Estate	1,945,749	5,691	1.87
		5,691	1.87
Luxembourg 2.40% (3.68%)			
RTL Group	181,183	7,321	2.40
		7,321	2.40
Netherlands 7.61% (10.65%)			
ABN AMRO Bank	470,855	7,946	2.61
ING Groep	1,148,149	10,499	3.44
Koninklijke Ahold Delhaize	268,096	4,757	1.56
		23,202	7.61

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Norway 5.92% (4.97%)			
DNB	532,658	7,816	2.57
Yara International	266,951	10,223	3.35
		18,039	5.92
Poland 1.86% (1.91%)			
Orange Polska	4,018,523	5,670	1.86
		5,670	1.86
Romania 4.28% (3.41%)			
OMV Petrom	62,205,106	4,638	1.52
Societatea Nationala de Gaze Naturale ROMGAZ	1,381,571	8,417	2.76
		13,055	4.28
Russia 5.68% (4.38%)			
Gazprom ADR	1,270,513	7,336	2.40
LUKOIL ADR	150,310	9,997	3.28
		17,333	5.68
Spain 3.85% (3.70%)			
Repsol	917,113	11,334	3.72
Repsol Rights 04/07/2019	917,113	401	0.13
		11,735	3.85
Switzerland 1.44% (1.15%)			
GAM Holding	1,202,658	4,385	1.44
		4,385	1.44
Equities total		292,777	96.00

Portfolio Statement (continued)

	Market Value £000's	% of net assets
Portfolio of investments	292,777	96.00
Net other assets	12,188	4.00
Net assets attributable to shareholders	304,965	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
Continental	5,851
Schaeffler Preference	5,848
bpost	4,870
South32	1,701
Repsol Rights 04/07/2019	443
Coface	340

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
Orange	10,748
TOTAL	10,203
Koninklijke Ahold Delhaize	8,947
Nordea Bank	4,641
ArcelorMittal	4,276
AXA	3,055
Sanofi	2,977
Orange Polska	2,952
OPAP	1,691
ABN AMRO Bank	1,535

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	26,681	(30,409)
Revenue	10,968	12,276
Expenses	(1,693)	(2,660)
Net revenue before taxation	9,275	9,616
Taxation	(502)	(667)
Net revenue after taxation	8,773	8,949
Total return before distributions	35,454	(21,460)
Distributions	(198)	(489)
Change in net assets attributable to shareholders from investment activities	35,256	(21,949)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	322,144 ¹	492,473
Amounts receivable on issue of shares	3,967	4,236
Amounts payable on cancellation of shares	(56,427)	(69,403)
	(52,460)	(65,167)
Dilution adjustment	25	14
Change in net assets attributable to shareholders from investment activities	35,256	(21,949)
Closing net assets attributable to shareholders	304,965	405,371¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	292,777	301,856
Current assets		
Debtors	2,610	2,372
Cash and bank balances	10,876	20,216
Total assets	306,263	324,444
Liabilities		
Creditors		
Distributions payable	0	(794)
Other creditors	(1,298)	(1,506)
Total liabilities	(1,298)	(2,300)
Net assets attributable to shareholders	304,965	322,144

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder European Recovery Fund are disclosed on page 8.

Fund Information

Investment objective and policy

The Schroder Core UK Equity Fund (the 'fund') aims to provide capital growth and income by investing in equity and equity related securities of UK companies.

The Fund invests at least 80% of its assets in equity and equity related securities of UK companies. These are companies that are incorporated, headquartered or have their principal business activities in the UK.

The Fund may also invest in other equity and equity related securities, collective investment schemes, fixed income securities, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Income shares	166.20p	152.70p	8.84
A Accumulation shares	293.00p	263.80p	11.07
C Income shares	177.80p	163.10p	9.01
C Accumulation shares	312.80p	281.30p	11.20
S Income shares	47.99p	43.91p	9.29
Z Income shares	186.70p	171.00p	9.18
Z Accumulation shares	328.90p	295.20p	11.42
	31.8.19	31.8.18	
Interim distribution per Z Income share	4.7338p	4.2844p	

Fund information

Launch date	31 December 2002	
Launch price	100.00p per A Income share	
	100.00p per A Accumulation share	
	100.00p per C Income share	
	100.00p per C Accumulation share	
	100.00p per Z Income share	
	100.00p per Z Accumulation share	
Launch date	1 November 2013	
Launch price	50.00p per S Income share	
	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation dates	31 August	28 February

Fund Information (continued)

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Income shares	1.43% ¹	1.43%
A Accumulation shares	1.43% ¹	1.43%
C Income shares	1.18% ¹	1.18%
C Accumulation shares	1.18% ¹	1.18%
S Income shares	0.55% ¹	0.55%
Z Income shares	0.80% ¹	0.80%
Z Accumulation shares	0.80% ¹	0.80%

1 The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Total purchases and sales

	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	10,098	23,584
Total sales	12,783	42,875

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 11.42%. In comparison, the FTSE¹ All Share Index generated a total return of 12.97%².

Positive influences included overweights in media and life insurance as well as underweights in fixed line telecommunications and gas, water and multi-utilities. At stock level, overweights in Pets at Home Group and BHP Group and underweights in HSBC Holdings and BT Group added value. Negatives included overweights in general retailers and chemicals, underweights in beverages and software & computer services. At stock level, the main negatives were overweights in Just Group, Imperial Brands and Elementis and our underweight in Diageo.

Over the period the FTSE¹ All Share Index delivered a total return of 12.97%², the FTSE¹ 100 Index, up 13.1%²; the FTSE¹ 250 Index up 13.0%²; and the FTSE¹ Small Cap Index, up 9.4%². The stronger sectors included leisure goods and industrial metals and mining; the weaker, fixed line telecommunications and mobile telecommunications.

Our process involves finding mispriced opportunities with performance inflection points. This drove purchases including Pearson, Pets at Home Group, Carnival, John Laing Group and Unilever. We sold Elementis, Vodafone Group, Spectris, Barratt Developments and OneSavings Bank and reduced the size of positions in BHP Group, AstraZeneca, British American Tobacco and RELX.

We expect UK equity prices to be influenced by trade tensions, global monetary policy and Brexit developments. These influences will bring increased volatility and will have an impact on currency, commodity and equity markets alike. As stockpickers, we thrive on such uncertainty, as it often results in the market dislocations that create the mispriced opportunities that we seek to exploit.

Fund Manager:

David Docherty



David Docherty joined Schroders in July 2013 following the acquisition of Cazenove Capital

He joined Cazenove Capital in 2000. He is a member of the Pan-European equity team and manager of the Schroder Core UK Equity Fund

David joined Cazenove Capital from M&G Investment Management where he was a fund manager and chairman of the UK model portfolio committee

Prior to this he was a fund manager at Gartmore Investment Management (1994–1997) and Lloyds Investment Management (1989–1994)

David graduated from Durham University with a degree in History and gained an MBA from Cranfield School of Management

David has 29 years' of investment experience

Co-Fund Manager:

Matt Bennison



Co-manager of the Schroder Core UK Equity Fund since September 2018 and fund manager for Prime UK equity portfolios since 2017

Research responsibility focuses on UK companies, for the Prime UK Equity team since 2015 and the Core UK Equity Fund from September 2018

Investment career commenced in 2012 at Schroders Private Bank (that subsequently became Cazenove Capital), where he worked for the Chief Investment Officer

CFA charterholder

Degree in Natural Sciences, Cambridge University and one year Management Studies, Judge Business School, Cambridge

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² Source: Thomson Reuters Datastream.

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Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests predominantly in the securities of a particular country. There may be a greater risk than investing in funds that hold securities in a range of countries.

The fund invests in a smaller number of stocks. This carries more risk than funds spread across a larger number of companies.

More than 35% of the property of the fund may be invested in Government securities.

The fund may invest in a wide range of derivatives in order to meet its investment objectives.

As a result of the expenses being charged wholly to capital, the distributable revenue of the fund may be higher, but the capital value of the fund may be eroded which may affect future performance.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December A Income shares					A Accumulation shares	
	Highest dealing p	Lowest dealing p			Highest dealing p	Lowest dealing p
2016	171.80	133.10			275.40	208.50
2017	180.80	167.70			297.10	274.80
2018	184.70	149.80			312.10	258.80
Financial period to 30 June 2019	168.90	148.70			297.70	262.10

Financial year to 31 December C Income shares					C Accumulation shares	
	Highest dealing p	Lowest dealing p			Highest dealing p	Lowest dealing p
2016	182.50	141.10			292.00	220.70
2017	192.30	178.60			316.10	291.60
2018	196.90	160.00			332.30	275.90
Financial period to 30 June 2019	180.50	158.80			317.70	279.50

Financial year to 31 December S Income shares					Z Income shares	
	Highest dealing p	Lowest dealing p			Highest dealing p	Lowest dealing p
2016	48.42	38.93			189.60	146.30
2017	51.24	47.66			200.30	186.20
2018	52.80	43.06			205.90	167.70
Financial period to 30 June 2019	48.69	42.76			189.50	166.50

Financial year to 31 December				Z Accumulation shares	
				Highest dealing p	Lowest dealing p
2016				303.90	229.10
2017				330.40	303.80
2018				347.90	289.50
Financial period to 30 June 2019				333.80	293.30

Net Asset Value and Comparative Tables (continued)

Net revenue

Financial year to 31 December	A Income shares pence per share	A Accumulation shares pence per share
2016	6.3588	10.0522
2017	6.4017	10.5242
2018	6.8836	11.7467
Financial period to 30 June 2019	4.2217	7.4410

Financial year to 31 December	C Income shares pence per share	C Accumulation shares pence per share
2016	6.7435	10.6499
2017	6.8107	11.1792
2018	7.3422	12.5097
Financial period to 30 June 2019	4.5119	7.9399

Financial year to 31 December	S Income shares pence per share	Z Income shares pence per share
2016	3.7154	6.9993
2017	1.8151	7.0968
2018	1.9693	7.6805
Financial period to 30 June 2019	1.2162	4.7338

Financial year to 31 December	Z Accumulation shares pence per share
2016	11.0683
2017	11.6626
2018	13.1012
Financial period to 30 June 2019	8.3397

Net Asset Value and Comparative Tables (continued)

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Income shares	3,391	168.84	2,008,334
A Accumulation shares	30,267	275.06	11,003,476
C Income shares	15,566	179.42	8,675,670
C Accumulation shares	5,632	291.85	1,929,917
S Income shares	284	47.68	595,045
Z Income shares	12,792	186.63	6,854,041
Z Accumulation shares	46,095	303.94	15,165,825
2017			
A Income shares	2,923	176.63	1,654,757
A Accumulation shares	26,105	298.49	8,745,632
C Income shares	2,132	188.17	1,133,136
C Accumulation shares	2,700	317.48	850,470
S Income shares	13,978	50.32	27,775,623
Z Income shares	10,979	196.47	5,587,976
Z Accumulation shares	42,893	331.88	12,924,215
2018			
A Income shares	2,307	149.96	1,538,338
A Accumulation shares	19,930	264.27	7,541,427
C Income shares	1,560	160.16	974,332
C Accumulation shares	2,055	281.80	729,209
S Income shares	7,330	43.11	17,003,355
Z Income shares	7,939	167.87	4,728,991
Z Accumulation shares	28,400	295.70	9,604,462
2019 at 30 June			
A Income shares	2,244	162.01	1,385,207
A Accumulation shares	18,495	292.99	6,312,603
C Income shares	1,520	173.24	877,352
C Accumulation shares	2,259	312.81	722,092
S Income shares	6,905	46.77	14,761,616
Z Income shares	8,264	181.92	4,542,670
Z Accumulation shares	33,316	328.84	10,131,407

Net Asset Value and Comparative Tables (continued)

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Income shares	162.01	149.96	8.04
A Accumulation shares	292.99	264.27	10.87
C Income shares	173.24	160.16	8.17
C Accumulation shares	312.81	281.80	11.00
S Income shares	46.77	43.11	8.49
Z Income shares	181.92	167.87	8.37
Z Accumulation shares	328.84	295.70	11.21

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 99.21% (99.32%)			
Oil & Gas 14.68% (13.36%)			
BP	1,009,827	5,540	7.59
Royal Dutch Shell B	200,705	5,179	7.09
		10,719	14.68
Basic Materials 10.29% (11.36%)			
BHP Group	160,712	3,237	4.43
Johnson Matthey	54,303	1,807	2.48
Rio Tinto	50,521	2,466	3.38
		7,510	10.29
Industrials 13.09% (12.53%)			
BAE Systems	485,217	2,403	3.29
Capita	904,586	953	1.31
G4S	662,852	1,378	1.89
Melrose Industries	562,194	1,017	1.39
QinetiQ Group	259,741	726	1.00
Smiths Group	71,342	1,116	1.53
Smurfit Kappa Group	42,439	1,009	1.38
Weir Group	61,575	951	1.30
		9,553	13.09
Consumer Goods 9.79% (11.80%)			
British American Tobacco	112,092	3,081	4.22
Burberry Group	54,595	1,016	1.39
Crest Nicholson Holdings	297,132	1,060	1.45
Imperial Brands	57,076	1,054	1.44
Unilever	19,187	939	1.29
		7,150	9.79

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Health Care 12.25% (12.63%)			
AstraZeneca	54,471	3,506	4.80
GlaxoSmithKline	238,404	3,759	5.15
Smith & Nephew	98,409	1,677	2.30
		8,942	12.25
Consumer Services 21.33% (14.50%)			
Carnival	8,668	302	0.41
Daily Mail & General Trust A	80,247	627	0.86
Euromoney Institutional Investor	29,847	388	0.53
Firstgroup	794,927	777	1.06
ITV	787,824	851	1.17
Marks & Spencer Group	402,832	849	1.16
Pearson	203,557	1,667	2.28
Pets at Home Group	750,000	1,399	1.92
RELX	161,460	3,082	4.22
Tesco	898,484	2,036	2.79
Whitbread	41,799	1,933	2.65
William Hill	538,545	832	1.14
Wm Morrison Supermarkets	412,536	830	1.14
		15,573	21.33
Telecommunications 0.00% (3.17%)			
Financials 17.78% (19.97%)			
Assura REIT	1,913,232	1,219	1.67
Aviva	410,065	1,708	2.34
Barclays	423,813	635	0.87
John Laing Group	48,011	189	0.26
Just Group	1,279,654	719	0.99
Legal & General Group	543,091	1,464	2.00
Lloyds Banking Group	5,467,368	3,094	4.24

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Financials (continued)			
Standard Chartered	381,816	2,724	3.73
TP ICAP	409,821	1,227	1.68
		12,979	17.78
Equities total			
		72,426	99.21
Portfolio of investments		72,426	99.21
Net other assets		577	0.79
Net assets attributable to shareholders		73,003	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
Pearson	1,672
Legal & General Group	1,483
Tesco	1,295
Pets at Home Group	1,116
Unilever	937
GlaxoSmithKline	744
Royal Dutch Shell B	738
G4S	557
William Hill	406
Carnival	378

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
Vodafone Group	1,971
Barclays	1,634
AstraZeneca	1,387
Barratt Developments	1,176
Aviva	922
British American Tobacco	914
Spectris	788
OneSavings Bank	682
Elementis	632
BHP Group	548

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains	6,061	189
Revenue	1,911	2,086
Expenses	(353)	(458)
Net revenue before taxation	1,558	1,628
Taxation	0	0
Net revenue after taxation	1,558	1,628
Total return before distributions	7,619	1,817
Distributions	(1,911)	(2,086)
Change in net assets attributable to shareholders from investment activities	5,708	(269)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	69,521 ¹	101,710
Amounts receivable on issue of shares	5,092	5,544
Amounts payable on cancellation of shares	(8,692)	(13,525)
	(3,600)	(7,981)
Dilution adjustment	1	0
Change in net assets attributable to shareholders from investment activities	5,708	(269)
Retained distribution on Accumulation shares	1,372	1,440
Unclaimed distributions	1	1
Closing net assets attributable to shareholders	73,003	94,901¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	72,426	69,049
Current assets		
Debtors	617	271
Cash and bank balances	886	963
Total assets	73,929	70,283
Liabilities		
Creditors		
Distributions payable	(493)	(387)
Other creditors	(433)	(375)
Total liabilities	(926)	(762)
Net assets attributable to shareholders	73,003	69,521

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder Core UK Equity Fund are disclosed on page 8.

Distribution Table (unaudited)

Interim distribution for the three months ended 30 June 2019

Group 1 Shares purchased prior to 1 January 2019

Group 2 Shares purchased on or after 1 January 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	Distribution paid 31.8.18 p per share
A Income shares				
Group 1	4.2217	–	4.2217	3.8449
Group 2	3.1184	1.1033	4.2217	3.8449
A Accumulation shares				
Group 1	7.4410	–	7.4410	6.4979
Group 2	4.2027	3.2383	7.4410	6.4979
C Income shares				
Group 1	4.5119	–	4.5119	4.0989
Group 2	2.8654	1.6465	4.5119	4.0989
C Accumulation shares				
Group 1	7.9399	–	7.9399	6.9164
Group 2	4.4778	3.4621	7.9399	6.9164
S Income shares				
Group 1	1.2162	–	1.2162	1.0980
Group 2	1.2162	0.0000	1.2162	1.0980
Z Income shares				
Group 1	4.7338	–	4.7338	4.2844
Group 2	2.2355	2.4983	4.7338	4.2844
Z Accumulation shares				
Group 1	8.3397	–	8.3397	7.2378
Group 2	5.2045	3.1352	8.3397	7.2378

Corporate shareholders

Corporate shareholders receive the dividend distribution payments as detailed below:

100.00% of the total distribution is received as franked investment income.

Equalisation

Equalisation applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to the holders of these shares as a return of capital.

Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Fund Information

Investment objective and policy

The Schroder UK Alpha Income Fund (the 'fund') aims to provide income and capital growth by investing in equity and equity related securities of UK companies.

The Fund invests at least 80% of its assets in equity and equity related securities of UK companies. These are companies that are incorporated, headquartered or have their principal business activities in the UK.

'Alpha' funds invest in companies in which the Investment Manager has a high conviction that the current share price does not reflect the future prospects for that business.

The Fund may also invest in other equity and equity related securities, collective investment schemes, fixed income securities, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Income shares	148.70p	136.20p	9.18
A Accumulation shares	191.10p	170.40p	12.15
C Income shares	159.80p	146.00p	9.45
C Accumulation shares	209.70p	186.50p	12.44
L Income shares	51.73p	47.18p	9.64
L Accumulation shares	65.74p	58.37p	12.63
S Income shares	50.06p	45.58p	9.83
S Accumulation shares	211.70p	187.70p	12.79
Z Income shares	166.00p	151.40p	9.64
Z Accumulation shares	221.80p	197.10p	12.53
	31.8.19	31.8.18	
Interim distribution per Z Income share	4.1227p	4.2319p	

Fund Information (continued)

Fund information

Launch date	6 May 2005	
Launch price	100.00p per A Income share	
	100.00p per C Income share	
	100.00p per Z Income share	
Launch date	3 December 2012	
Launch price	136.84p per Z Accumulation share	
Launch date	8 May 2013	
Launch price	155.60p per C Accumulation share	
Launch date	1 October 2013	
Launch price	152.45p per A Accumulation share	
	50.00p per L Income share	
	50.00p per L Accumulation share	
Launch date	1 November 2013	
Launch price	50.00p per S Income share	
Launch date	15 December 2017	
Launch price	215.70p per S Accumulation share	
	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation dates	31 August	28 February

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Income shares	1.67% ¹	1.67%
A Accumulation shares	1.67% ¹	1.67%
C Income shares	1.17% ¹	1.17%
C Accumulation shares	1.17% ¹	1.17%
L Income shares	0.84% ¹	0.84%
L Accumulation shares	0.84% ¹	0.84%
S Income shares	0.54% ¹	0.54%
S Accumulation shares	0.54% ¹	0.54%
Z Income shares	0.92% ¹	0.92%
Z Accumulation shares	0.92% ¹	0.92%

¹ The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Fund Information (continued)

Total purchases and sales	For the period to 30.6.19	
	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	36,762	122,995
Total sales	87,165	263,260

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 12.53%. In comparison, the FTSE¹ All Share Index generated a total return of 12.97%².

Over the period, the FTSE¹ All Share Index delivered a total return of 13%², with the FTSE¹ 100 Index up 13.1%², the FTSE¹ 250 Index up 13%² and the FTSE¹ Small Cap Index 9.4%² higher. Despite deteriorating economic activity, equities responded to the fall in the yields on long duration assets and the Federal Reserve's move from interest rates rises to interest rate cuts. Long duration sectors outperformed including the leisure goods, software and beverages sectors with a few cyclical areas – mining and industrial metals alongside. Underperformers were mainly Value Defensive sectors including telecommunication, utilities as well as autos and oil equipment sectors.

The fund marginally underperformed the benchmark index in the period but outperformed the average fund in the IA UK Equity Income sector (10.6%, according to data supplied by Morningstar). Overall business cycle positioning was negative given the underweight in Growth Defensives and overweight in Value Defensives. However, good stock selection offset the negative portfolio positioning skew. Strong contributors were generated by Games Workshop Group, BHP Group, Sage Group and British American Tobacco with positive additions from Ibstock, RELX and Tesco. On the negative tack, positions in Imperial Brands, Marks & Spencer Group and Close Brothers Group held back returns. The fund took profits in a number of its higher rated stocks including Games Workshop Group, RELX and Sage Group and exited both Halfords Group and Vodafone Group. Purchases included new holdings in RSA Insurance Group, Balfour Beatty and Big Yellow Group REIT.

This is turning into the longest business cycle ever thanks to policy support. While we recognise the dangers of a more pro cyclical position late in the cycle, the valuation premium for 'defensive' assets is at a multi decade high, meaning the best opportunities are in more lowly valued and pro cyclical assets. The fund will continue to deliver a premium yield to the FTSE¹ All Share as it has done since inception in 2005.

Fund Manager:
Matthew Hudson



Matthew Hudson joined Schroders in July 2013 following the acquisition of Cazenove Capital

He joined Cazenove Capital in 2001 from AIB Govett Investment Management. Prior to this he was a chartered accountant at PricewaterhouseCoopers

He is the Head of the Pan European Business Cycle equity Team at Schroders with responsibility for UK equity income and UK opportunities portfolios

He manages the Schroder UK Alpha Income Fund, Schroder UK Opportunities Fund, SISF UK Alpha Income Fund and SUTL Cazenove Charity Equity Income Fund, a Charity Authorised Investment Fund

He Graduated from Cambridge University with a degree in history and has 20 years' investment experience

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² Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests predominantly in the securities of a particular country. There may be a greater risk than investing in funds that hold securities in a range of countries.

The fund invests in a smaller number of stocks. This carries more risk than funds spread across a larger number of companies.

The fund may invest in a wide range of derivatives in order to meet its investment objectives.

As a result of the expenses being charged wholly to capital, the distributable revenue of the fund may be higher, but the capital value of the fund may be eroded which may affect future performance.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December	A Income shares		A Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	162.30	135.60	184.90	150.70
2017	173.60	155.60	203.70	181.50
2018	169.70	133.90	207.30	167.60
Financial period to 30 June 2019	151.30	132.10	194.40	169.70

Financial year to 31 December	C Income shares		C Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	172.00	143.20	200.20	162.50
2017	184.50	165.10	221.90	196.70
2018	181.00	143.60	225.80	183.40
Financial period to 30 June 2019	162.40	141.60	213.10	185.80

Financial year to 31 December	L Income shares		L Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	55.17	45.85	62.19	50.39
2017	59.34	53.02	69.21	61.17
2018	58.32	46.39	70.46	57.40
Financial period to 30 June 2019	52.54	45.76	66.77	58.15

Financial year to 31 December	S Income shares		S Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	52.95	43.92	–	–
2017	57.06	50.94	221.90	215.70
2018	56.19	44.83	226.00	184.60
Financial period to 30 June 2019	50.82	44.21	215.00	187.00

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	Z Income shares		Z Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	177.40	147.50	210.30	170.50
2017	190.70	170.40	233.80	206.80
2018	187.30	148.90	238.00	193.80
Financial period to 30 June 2019	168.60	146.90	225.40	196.30

Net revenue

Financial year to 31 December	A Income shares pence per share	A Accumulation shares pence per share
2016	7.4146	8.3128
2017	7.7604	9.1421
2018	7.4060	9.1462
Financial period to 30 June 2019	3.7000	4.7545

Financial year to 31 December	C Income shares pence per share	C Accumulation shares pence per share
2016	7.8595	8.9843
2017	8.2038	9.9125
2018	7.9180	9.9842
Financial period to 30 June 2019	3.9716	5.2107

Financial year to 31 December	L Income shares pence per share	L Accumulation shares pence per share
2016	2.5108	2.7870
2017	2.6547	3.0916
2018	2.5546	3.1197
Financial period to 30 June 2019	1.2845	1.6323

Financial year to 31 December	S Income shares pence per share	S Accumulation shares pence per share
2016	2.4111	–
2017	2.5586	5.0746
2018	2.4644	10.0184
Financial period to 30 June 2019	1.2422	5.2546

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	Z Income shares pence per share	Z Accumulation shares pence per share
2016	8.0690	9.4281
2017	8.5247	10.4489
2018	8.2034	10.5358
Financial period to 30 June 2019	4.1227	5.5095

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Income shares	14,959	156.94	9,532,168
A Accumulation shares	35,682	183.03	19,494,929
C Income shares	53,822	166.49	32,327,222
C Accumulation shares	15,086	198.33	7,606,497
L Income shares	53,167	53.46	99,449,162
L Accumulation shares	35,176	61.67	57,040,947
S Income shares	7,877	51.35	15,340,604
Z Income shares	252,524	171.87	146,923,425
Z Accumulation shares	91,974	208.50	44,113,000
2017			
A Income shares	11,691	167.41	6,983,732
A Accumulation shares	32,678	204.50	15,979,887
C Income shares	13,917	178.54	7,795,218
C Accumulation shares	8,854	222.68	3,975,878
L Income shares	48,441	57.51	84,234,852
L Accumulation shares	29,523	69.47	42,498,062
S Income shares	49,397	55.39	89,176,797
S Accumulation shares	12,353	222.76	5,545,337
Z Income shares	136,416	184.74	73,841,406
Z Accumulation shares	76,232	234.70	32,480,860

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2018			
A Income shares	7,514	133.00	5,649,543
A Accumulation shares	2,533	170.87	1,482,124
C Income shares	9,581	142.56	6,720,636
C Accumulation shares	6,419	187.01	3,432,493
L Income shares	13,249	46.07	28,759,500
L Accumulation shares	19,423	58.53	33,183,261
S Income shares	29,174	44.51	65,542,209
S Accumulation shares	7,969	188.26	4,233,019
Z Income shares	70,475	147.89	47,654,948
Z Accumulation shares	49,629	197.60	25,116,230
2019 at 30 June			
A Income shares	6,836	145.07	4,712,383
A Accumulation shares	2,655	191.17	1,388,994
C Income shares	9,820	155.89	6,299,671
C Accumulation shares	6,944	209.74	3,310,632
L Income shares	12,662	50.46	25,095,725
L Accumulation shares	16,543	65.75	25,160,583
S Income shares	24,668	48.82	50,525,037
S Accumulation shares	7,154	211.78	3,378,105
Z Income shares	58,819	161.91	36,328,665
Z Accumulation shares	37,809	221.88	17,039,956

Net Asset Value and Comparative Tables (continued)

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Income shares	145.07	133.00	9.08
A Accumulation shares	191.17	170.87	11.88
C Income shares	155.89	142.56	9.35
C Accumulation shares	209.74	187.01	12.15
L Income shares	50.46	46.07	9.53
L Accumulation shares	65.75	58.53	12.34
S Income shares	48.82	44.51	9.68
S Accumulation shares	211.78	188.26	12.49
Z Income shares	161.91	147.89	9.48
Z Accumulation shares	221.88	197.60	12.29

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 98.26% (97.70%)			
Oil & Gas 13.38% (15.75%)			
BP	2,376,020	13,035	7.09
Royal Dutch Shell B	448,705	11,579	6.29
		24,614	13.38
Basic Materials 7.44% (7.42%)			
BHP Group	455,459	9,175	4.99
Croda International	68,672	3,512	1.91
Victrex	45,967	995	0.54
		13,682	7.44
Industrials 16.15% (9.34%)			
BAE Systems	719,737	3,564	1.94
Balfour Beatty	1,073,060	2,597	1.41
Bodycote	343,525	2,837	1.54
DS Smith	1,012,910	3,671	1.99
Electrocomponents	628,986	3,980	2.16
Ibstock	1,193,634	2,901	1.58
Melrose Industries	1,410,899	2,552	1.39
Pagegroup	581,465	2,983	1.62
Senior	642,639	1,386	0.75
Weir Group	210,261	3,249	1.77
		29,720	16.15
Consumer Goods 11.08% (11.54%)			
Bellway	77,511	2,156	1.17
British American Tobacco	130,832	3,596	1.95
Diageo	207,985	7,037	3.83
Games Workshop Group	48,488	2,405	1.31
Headlam Group	309,280	1,454	0.79
Imperial Brands	201,902	3,729	2.03
		20,377	11.08

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Health Care 7.70% (7.39%)			
AstraZeneca	32,705	2,105	1.15
GlaxoSmithKline	764,270	12,049	6.55
		14,154	7.70
Consumer Services 14.04% (14.35%)			
easyJet	102,912	980	0.53
Hollywood Bowl Group	642,768	1,440	0.79
Marks & Spencer Group	1,154,416	2,432	1.32
RELX	311,592	5,948	3.24
Tesco	2,813,326	6,375	3.47
Trainline	71,683	295	0.16
Wm Morrison Supermarkets	1,960,769	3,947	2.14
WPP	443,119	4,388	2.39
		25,805	14.04
Telecommunications 0.93% (3.97%)			
BT Group	874,507	1,717	0.93
		1,717	0.93
Utilities 3.72% (3.46%)			
Severn Trent	180,511	3,695	2.01
SSE	280,281	3,142	1.71
		6,837	3.72
Financials 22.13% (22.03%)			
Big Yellow Group REIT	207,846	2,057	1.12
Close Brothers Group	298,313	4,218	2.29
Direct Line Insurance Group	868,601	2,881	1.57
HSBC Holdings	855,977	5,623	3.06
Legal & General Group	1,679,002	4,525	2.46
Lloyds Banking Group	9,152,775	5,180	2.82
London Stock Exchange Group	40,125	2,201	1.20

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Financials (continued)			
Polar Capital Holdings [#]	387,143	2,315	1.26
Royal Bank of Scotland Group	1,401,738	3,078	1.67
RSA Insurance Group	527,069	3,038	1.65
Sabre Insurance Group	1,044,369	2,841	1.54
TP ICAP	916,136	2,742	1.49
		40,699	22.13
Technology 1.69% (2.45%)			
Sage Group	387,432	3,107	1.69
		3,107	1.69
Equities total		180,712	98.26
Portfolio of investments		180,712	98.26
Net other assets		3,198	1.74
Net assets attributable to shareholders		183,910	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

[#] Security traded on another regulated market.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
Legal & General Group	4,605
BAE Systems	4,010
Diageo	3,782
Bodycote	3,041
RSA Insurance Group	3,025
Balfour Beatty	2,597
BT Group	2,244
Big Yellow Group REIT	2,237
Wm Morrison Supermarkets	2,217
Senior	1,515

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
Royal Dutch Shell B	8,704
Vodafone Group	7,743
British American Tobacco	7,528
Lloyds Banking Group	6,077
HSBC Holdings	5,370
BP	4,413
Cineworld Group	3,909
BHP Group	3,888
Sage Group	3,564
RELX	3,427

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	20,198	(16,300)
Revenue	5,644	9,517
Expenses	(907)	(1,754)
Net revenue before taxation	4,737	7,763
Taxation	0	0
Net revenue after taxation	4,737	7,763
Total return before distributions	24,935	(8,537)
Distributions	(5,205)	(8,864)
Change in net assets attributable to shareholders from investment activities	19,730	(17,401)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	215,966 ¹	419,502
Amounts receivable on issue of shares	1,013	4,255
Amounts payable on cancellation of shares	(54,570)	(78,524)
	(53,557)	(74,269)
Dilution adjustment	3	24
Change in net assets attributable to shareholders from investment activities	19,730	(17,401)
Retained distribution on Accumulation shares	1,766	2,688
Unclaimed distributions	2	1
Closing net assets attributable to shareholders	183,910	330,545¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	180,712	210,997
Current assets		
Debtors	1,671	1,407
Cash and bank balances	6,296	8,083
Total assets	188,679	220,487
Liabilities		
Creditors		
Distributions payable	(2,872)	(3,492)
Other creditors	(1,897)	(1,029)
Total liabilities	(4,769)	(4,521)
Net assets attributable to shareholders	183,910	215,966

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder UK Alpha Income Fund are disclosed on page 8.

Distribution Table (unaudited)

**Interim distribution
for the six
months ended
30 June 2019**

Group 1 Shares purchased prior to 1 January 2019

Group 2 Shares purchased on or after 1 January 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	Distribution paid 31.8.18 p per share
A Income shares				
Group 1	3.7000	–	3.7000	3.8563
Group 2	1.7391	1.9609	3.7000	3.8563
A Accumulation shares				
Group 1	4.7545	–	4.7545	4.4979
Group 2	2.4889	2.2656	4.7545	4.4979
C Income shares				
Group 1	3.9716	–	3.9716	4.0967
Group 2	2.4244	1.5472	3.9716	4.0967
C Accumulation shares				
Group 1	5.2107	–	5.2107	4.8804
Group 2	1.2721	3.9386	5.2107	4.8804
L Income shares				
Group 1	1.2845	–	1.2845	1.3166
Group 2	0.5897	0.6948	1.2845	1.3166
L Accumulation shares				
Group 1	1.6323	–	1.6323	1.5189
Group 2	0.8285	0.8038	1.6323	1.5189
S Income shares				
Group 1	1.2422	–	1.2422	1.2656
Group 2	0.7548	0.4874	1.2422	1.2656
S Accumulation shares				
Group 1	5.2546	–	5.2546	5.0897
Group 2	5.2546	0.0000	5.2546	5.0897
Z Income shares				
Group 1	4.1227	–	4.1227	4.2319
Group 2	2.6408	1.4819	4.1227	4.2319
Z Accumulation shares				
Group 1	5.5095	–	5.5095	5.1342
Group 2	3.1458	2.3637	5.5095	5.1342

Distribution Table (unaudited) (continued)

Corporate shareholders

Corporate shareholders receive the dividend distribution payments as detailed below:
100.00% of the total distribution is received as franked investment income.

Equalisation

Equalisation applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to the holders of these shares as a return of capital.

Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Fund Information

Investment objective and policy

The Schroder Strategic Credit Fund (the 'fund') aims to provide income and capital growth in excess of 3 Month LIBOR over rolling 3 to 5 year periods by investing in fixed and floating rate securities of UK and European companies but this cannot be guaranteed and your capital is at risk.

The Fund invests at least 80% of its assets in fixed and floating rate securities denominated in sterling (or in other currencies and hedged back into sterling) issued by UK and European companies. The Fund may also invest in fixed and floating rate securities issued by companies worldwide and by governments, government agencies and supra-nationals. As the Fund is index-unconstrained it is managed without reference to an index.

The Fund may invest more than 50% of its assets in below investment grade securities (as measured by Standard & Poor's or any other equivalent credit rating agencies) or in unrated securities.

The Fund may also invest in collective investment schemes, equity and equity related securities and warrants, and hold cash.

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently. The Fund may use leverage and take short positions.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Income shares	90.45p	88.05p	2.73
A Accumulation shares	166.90p	158.90p	5.03
C Income shares	93.21p	90.63p	2.85
C Accumulation shares	171.00p	162.70p	5.10
D Income shares	47.78p	46.38p	3.02
D Accumulation shares	59.10p	56.14p	5.27
L Income shares	96.39p	93.61p	2.97
L Accumulation shares	176.90p	168.10p	5.23
S Income shares	49.01p	47.55p	3.07
S Accumulation shares	170.40p	161.80p	5.32
Z Income shares	48.14p	46.77p	2.93
Z Accumulation shares	58.98p	56.07p	5.19
	31.8.19	31.8.18	
Interim distribution per Z Income share	1.0065p	0.9868p	

Fund Information (continued)

Fund information

Launch date	4 April 2006	
Launch price	100.00p per A Income share	
	100.00p per A Accumulation share	
	100.00p per C Income share	
	100.00p per C Accumulation share	
	100.00p per L Income share	
	100.00p per L Accumulation share	
Launch date	1 November 2013	
Launch price	50.00p per S Income share	
Launch date	24 March 2014	
Launch price	50.00p per Z Income share	
	50.00p per Z Accumulation share	
Launch date	23 May 2014	
Launch price	50.00p per D Income share	
	50.00p per D Accumulation share	
Launch date	17 June 2016	
Launch price	150.56p per S Accumulation share	
	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation dates	31 August	28 February

Fund Information (continued)

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Income shares	1.17% ¹	1.16%
A Accumulation shares	1.17% ¹	1.16%
C Income shares	0.92% ¹	0.91%
C Accumulation shares	0.92% ¹	0.91%
D Income shares	0.62% ¹	0.61%
D Accumulation shares	0.62% ¹	0.61%
L Income shares	0.67% ¹	0.66%
L Accumulation shares	0.67% ¹	0.66%
S Income shares	0.47% ¹	0.46%
S Accumulation shares	0.47% ¹	0.46%
Z Income shares	0.77% ¹	0.76%
Z Accumulation shares	0.77% ¹	0.76%

1 The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Total purchases and sales

	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	171,958	501,939
Total sales	151,087	301,684

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 5.19%. In comparison, the Sterling 3 month LIBOR generated a total return of 0.41%¹.

European high yield (HY) credit produced strong total returns over the period, rebounding forcefully after the weakness in the final months of 2018 with risk sentiment lifted by central bank dovishness. Over the course of the first six months of the year both the Federal Reserve (Fed) and the European Central Bank gave a series of dovish statements and indicated they remain prepared to provide further policy support if necessary. In the first quarter, the BB-B European Currency High Yield Constrained Index returned 5.1%², its strongest quarter since Q3 2012. Year to date the index has returned 7.7%².

The portfolio generated a positive total return. Our significant holdings in telecoms issuers proved positive for performance. The portfolio's nominal exposure to high yield debt came down slightly from 53.5% to 52.7% with spread duration, a measure of sensitivity to changes in credit spreads, down from 3.4 to 2.6 units (indicating a lower level of overall risk in the portfolio). We added some investment grade real estate exposure and in high yield, made some selective purchases in consumer sectors, in companies where we identified some defensive characteristics.

Negative euro interest rates and a dearth of (non-investment grade) bond supply have pushed some parts of the credit market towards expensive levels. Euro BB-B yields are currently sitting in the most expensive quartile since 2000. Credit spreads tell a slightly different story. After a period of strong performance, BB credit spreads are now well below historic averages. This BB segment is the largest part of the European high yield index, which brings into question the value of the whole asset class. Single-Bs however, have lagged in 2019, perhaps leaving a few interesting opportunities for brave investors.

Fund Manager:

Peter Harvey



Peter joined Schroders in July 2013 following the acquisition of Cazenove Capital

Having joined Cazenove Capital in 2005, where he was head of the European credit team, Peter is now part of the London based fixed income team at Schroders

He has 28 years' experience analysing and investing in corporate debt

Peter studied management and international relations at St Andrews University

¹ Source: Thomson Reuters Datastream.

² Source: ICE BAML.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category is based upon the fund's risk target and there is no guarantee that the fund will achieve it.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it seeks to provide rewards whilst limiting price volatility.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund is index unconstrained and has the potential for greater volatility.

More than 35% of the property of the fund may be invested in Government securities.

The fund may invest in higher yielding bonds (non-investment grade). The risk of default is higher with non-investment grade bonds than with investment grade bonds. Higher yielding bonds may also have an increased potential to erode your capital sum than lower yielding bonds.

The fund may invest in a wide range of derivatives in order to meet its investment objectives and for leverage. The use of leverage can increase gains as well as losses and expose the fund to increased risk.

The fund may use derivatives for specific investment purposes. This involves a higher degree of risk and may lead to a higher volatility in the share prices of the fund. The ACD employs a risk management process to allow the ACD to measure derivative and forward positions and their contribution to the overall risk profile of the fund. As part of this risk management process, the ACD conducts daily value at risk analysis of the fund and performs both stress and back testing of the fund.

As a result of the expenses being charged wholly to capital, the distributable revenue of the fund may be higher, but the capital value of the fund may be eroded which may affect future performance.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December **A Income shares** **A Accumulation shares**

	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	93.76	89.21	155.60	145.00
2017	94.71	91.88	162.60	155.70
2018	91.94	87.95	162.90	158.80
Financial period to 30 June 2019	90.45	85.98	166.90	158.60

Financial year to 31 December **C Income shares** **C Accumulation shares**

	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	96.01	91.23	158.40	147.30
2017	97.10	94.09	165.90	158.50
2018	94.41	90.51	166.60	162.50
Financial period to 30 June 2019	93.21	88.50	171.00	162.30

Financial year to 31 December **D Income shares** **D Accumulation shares**

	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	48.84	46.29	54.35	50.39
2017	49.47	47.87	57.06	54.39
2018	48.18	46.32	57.46	56.06
Financial period to 30 June 2019	47.78	45.30	59.10	56.04

Financial year to 31 December **L Income shares** **L Accumulation shares**

	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	98.67	93.55	162.90	151.10
2017	99.90	96.70	171.00	163.00
2018	97.28	93.47	172.10	167.90
Financial period to 30 June 2019	96.39	91.41	176.90	167.80

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December **S Income shares** **S Accumulation shares**

	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	49.91	47.25	156.20	149.10
2017	50.59	48.92	164.10	156.30
2018	49.32	47.47	165.50	161.50
Financial period to 30 June 2019	49.01	46.43	170.40	161.50

Financial year to 31 December **Z Income shares** **Z Accumulation shares**

	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	49.40	46.89	54.45	50.53
2017	50.00	48.42	57.08	54.48
2018	48.66	46.71	57.41	55.99
Financial period to 30 June 2019	48.14	45.68	58.98	55.96

Net revenue

Financial year to 31 December	A Income shares pence per share	A Accumulation shares pence per share
2016	3.9759	6.5287
2017	3.9600	6.7798
2018	3.7637	6.7222
Financial period to 30 June 2019	1.8929	3.4912

Financial year to 31 December	C Income shares pence per share	C Accumulation shares pence per share
2016	4.0706	6.6408
2017	4.0602	6.9126
2018	3.8686	6.8711
Financial period to 30 June 2019	1.9491	3.5751

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	D Income shares pence per share	D Accumulation shares pence per share
2016	2.0679	2.2752
2017	2.0685	2.3751
2018	1.9772	2.3681
Financial period to 30 June 2019	0.9985	1.2350

Financial year to 31 December	L Income shares pence per share	L Accumulation shares pence per share
2016	4.1779	6.8205
2017	4.1776	7.1177
2018	3.9911	7.0935
Financial period to 30 June 2019	2.0149	3.6979

Financial year to 31 December	S Income shares pence per share	S Accumulation shares pence per share
2016	2.1114	6.5312
2017	2.1155	6.8285
2018	2.0252	6.8188
Financial period to 30 June 2019	1.0239	3.5599

Financial year to 31 December	Z Income shares pence per share	Z Accumulation shares pence per share
2016	2.0931	2.2804
2017	2.0908	2.3774
2018	1.9953	2.3668
Financial period to 30 June 2019	1.0065	1.2328

Net Asset Value and Comparative Tables (continued)

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Income shares	5,140	91.22	5,634,320
A Accumulation shares	11,640	154.57	7,529,495
C Income shares	122,406	93.42	131,034,012
C Accumulation shares	53,856	157.50	34,193,049
D Income shares	12,650	47.52	26,619,525
D Accumulation shares	303	54.01	560,463
L Income shares	410,607	96.00	427,714,548
L Accumulation shares	72,843	161.89	44,996,752
S Income shares	54,112	48.56	111,422,283
S Accumulation shares	13,860	155.16	8,933,040
Z Income shares	7,526	48.07	15,657,629
Z Accumulation shares	30,376	54.10	56,152,013
2017			
A Income shares	2,556	91.35	2,798,723
A Accumulation shares	15,648	161.51	9,688,442
C Income shares	6,124	93.78	6,529,819
C Accumulation shares	2,090	167.46	1,247,844
D Income shares	17,044	47.85	35,616,987
D Accumulation shares	464	56.74	818,654
L Income shares	477,321	96.62	494,024,818
L Accumulation shares	121,611	169.99	71,538,664
S Income shares	194,279	48.98	396,672,068
S Accumulation shares	66,697	163.25	40,854,808
Z Income shares	11,260	48.33	23,298,860
Z Accumulation shares	48,386	56.75	85,261,090

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2018			
A Income shares	2,008	85.86	2,338,428
A Accumulation shares	17,350	158.41	10,952,688
C Income shares	5,020	88.37	5,681,158
C Accumulation shares	1,745	162.12	1,076,371
D Income shares	22,884	45.23	50,592,560
D Accumulation shares	493	55.96	880,563
L Income shares	535,159	91.28	586,294,331
L Accumulation shares	159,041	167.57	94,910,960
S Income shares	206,659	46.36	445,730,635
S Accumulation shares	62,351	161.25	38,667,793
Z Income shares	11,357	45.61	24,900,656
Z Accumulation shares	64,964	55.88	116,246,710
2019 at 30 June			
A Income shares	2,033	88.31	2,302,428
A Accumulation shares	18,299	166.41	10,995,922
C Income shares	4,218	91.01	4,635,164
C Accumulation shares	1,782	170.52	1,045,112
D Income shares	22,469	46.65	48,163,627
D Accumulation shares	573	58.95	971,632
L Income shares	581,764	94.12	618,105,611
L Accumulation shares	181,723	176.47	102,975,770
S Income shares	191,323	47.86	399,796,249
S Accumulation shares	59,876	169.98	35,225,342
Z Income shares	11,001	47.01	23,402,252
Z Accumulation shares	69,680	58.82	118,454,629

Net Asset Value and Comparative Tables (continued)

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Income shares	88.31	85.86	2.85
A Accumulation shares	166.41	158.41	5.05
C Income shares	91.01	88.37	2.99
C Accumulation shares	170.52	162.12	5.18
D Income shares	46.65	45.23	3.14
D Accumulation shares	58.95	55.96	5.34
L Income shares	94.12	91.28	3.11
L Accumulation shares	176.47	167.57	5.31
S Income shares	47.86	46.36	3.24
S Accumulation shares	169.98	161.25	5.41
Z Income shares	47.01	45.61	3.07
Z Accumulation shares	58.82	55.88	5.26

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 0.16% (0.00%)			
United States of America 0.16% (0.00%)			
Energy Transfer Operating Preference	93,002	1,830	0.16
		1,830	0.16
Equity total			
		1,830	0.16
Corporate Bonds 97.70% (97.54%)			
Australia 0.92% (0.97%)			
National Australia Bank FRN 1.221% 17/07/2020	£2,000,000	2,002	0.17
Australia & New Zealand Banking Group FRN 1.095% 22/03/2021	£4,000,000	3,998	0.35
Westpac Banking FRN 1.062% 18/01/2023	£3,000,000	2,984	0.26
BHP Billiton Finance FRN 6.5% 22/10/2077	£1,400,000	1,587	0.14
		10,571	0.92
Austria 0.07% (0.07%)			
Sappi Papier Holding 7.5% 15/06/2032	US\$1,000,000	792	0.07
		792	0.07
Bermuda 1.09% (1.08%)			
Fidelity International 6.75% 19/10/2020	£1,255,000	1,332	0.12
Digicel 6.75% 01/03/2023	US\$1,900,000	914	0.08
Fidelity International 7.125% 13/02/2024	£4,117,000	4,972	0.43
Hiscox FRN 6.125% 24/11/2045	£4,728,000	5,262	0.46
		12,480	1.09

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Canada 2.27% (2.63%)			
Bank of Montreal FRN 1.032% 20/07/2020	£2,636,000	2,638	0.23
Royal Bank of Canada FRN 1.052% 08/06/2021	£2,000,000	2,001	0.17
Bank of Nova Scotia FRN 1.166% 11/06/2021	£2,500,000	2,499	0.22
National Bank of Canada FRN 1.139% 27/09/2021	£1,000,000	1,002	0.09
Canadian Imperial Bank of Commerce FRN 1.252% 10/01/2022	£3,500,000	3,510	0.31
Bausch Health 6.5% 15/03/2022	US\$7,100,000	5,799	0.51
Bausch Health 4.5% 15/05/2023	€2,290,000	2,081	0.18
Bausch Health 5.875% 15/05/2023	US\$850,000	678	0.06
Bausch Health 7% 15/03/2024	US\$3,780,000	3,166	0.28
Bausch Health 5.5% 01/11/2025	US\$330,000	271	0.02
Panther BF Aggregator 2 4.375% 15/05/2026	€1,850,000	1,714	0.15
Panther BF Aggregator 2 6.25% 15/05/2026	US\$687,000	563	0.05
		25,922	2.27
Cayman Islands 0.45% (0.44%)			
Mizzen Bondco 7% 01/05/2021	£2,221,662	2,172	0.19
Sable International Finance 6.875% 01/08/2022	US\$1,241,000	1,015	0.09
Phoenix Group Holdings 6.625% 18/12/2025	£1,232,000	1,357	0.12
Vale Overseas 6.25% 10/08/2026	US\$730,000	653	0.05
		5,197	0.45
Czech Republic 0.61% (0.57%)			
Residomo 3.375% 15/10/2024	€7,457,000	6,941	0.61
		6,941	0.61

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Denmark 0.71% (0.20%)			
Danske Bank 5% 12/01/2022	US\$7,033,000	5,799	0.51
DKT Finance 9.375% 17/06/2023	US\$2,699,000	2,303	0.20
		8,102	0.71
Finland 0.21% (0.21%)			
OP Corporate Bank FRN 1.134% 30/05/2021	£1,000,000	998	0.09
Nokia 3.375% 12/06/2022	US\$1,789,000	1,424	0.12
		2,422	0.21
France 5.93% (5.92%)			
Banque Federative du Credit Mutuel FRN 1.051% 16/01/2020	£10,100,000	10,101	0.88
Parts Europe FRN 4.375% 01/05/2022	€6,133,184	5,509	0.48
Parts Europe FRN 5.576% 01/05/2022	€887,000	800	0.07
Burger King France FRN 5.25% 01/05/2023	€4,150,000	3,806	0.33
Faurecia 3.625% 15/06/2023	€2,350,000	2,148	0.19
Nexans 3.75% 08/08/2023	€1,300,000	1,270	0.11
SPIE 3.125% 22/03/2024	€900,000	873	0.08
Burger King France 6% 01/05/2024	€1,540,000	1,478	0.13
La Financiere Atalian 4% 15/05/2024	€4,533,000	3,036	0.27
Ingenico Group 1.625% 13/09/2024	€1,600,000	1,426	0.12
Louvre Bidco 4.25% 30/09/2024	€150,000	133	0.01
Louvre Bidco FRN 5.375% 30/09/2024	€1,204,000	1,084	0.10
Constantin Investissement 3 5.375% 15/04/2025	€831,000	696	0.06
La Financiere Atalian 6.625% 15/05/2025	£7,763,000	5,741	0.50
Novafives FRN 4.5% 15/06/2025	€2,079,000	1,761	0.15
SPCM 4.875% 15/09/2025	US\$3,000,000	2,376	0.21
Altice France 7.375% 01/05/2026	US\$21,744,000	17,567	1.54

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
France (continued)			
AXA FRN 3.941% Perpetual	€388,000	388	0.03
AXA FRN 6.772% Perpetual	£1,630,000	1,649	0.14
Caisse Nationale de Reassurance Mutuelle Agricole Groupama FRN 6.375% Perpetual	€3,700,000	3,852	0.34
Electricite de France FRN 6% Perpetual	£1,000,000	1,071	0.09
Orange FRN 5.875% Perpetual	£1,000,000	1,094	0.10
		67,859	5.93
Germany 5.30% (5.22%)			
Deutsche Pfandbriefbank FRN 1.379% 13/01/2020	£10,000,000	10,020	0.88
Deutsche Bank FRN 3.83% 20/08/2020	US\$2,979,000	2,337	0.20
Deutsche Bank 3.375% 12/05/2021	US\$1,450,000	1,138	0.10
Landesbank Baden-Wuerttemberg FRN 1.074% 18/05/2021	£1,300,000	1,300	0.11
Deutsche Bank 4.25% 14/10/2021	US\$4,385,000	3,504	0.31
Deutsche Bank 1.75% 16/12/2021	£2,000,000	1,973	0.17
Deutsche Bank 5% 14/02/2022	US\$1,850,000	1,503	0.13
Safari Verwaltungs 5.375% 30/11/2022	€8,709,000	6,801	0.59
Deutsche Bank 3.875% 12/02/2024	£3,200,000	3,275	0.29
Schaeffler 1.875% 26/03/2024	€2,164,000	2,026	0.18
Adler Pelzer Holding 4.125% 01/04/2024	€500,000	409	0.04
WEPA Hygieneprodukte 3.75% 15/05/2024	€1,682,000	1,539	0.14
Unitymedia Hessen 5% 15/01/2025	US\$12,574,000	10,208	0.89
Tele Columbus 3.875% 02/05/2025	€435,000	363	0.03
IHO Verwaltungs 3.625% 15/05/2025	€5,520,000	5,064	0.44
IHO Verwaltungs FRN 3.875% 15/05/2027	€1,310,000	1,193	0.10
IHO Verwaltungs 6% 15/05/2027	US\$2,300,000	1,822	0.16

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Germany (continued)			
EnBW Energie Baden-Wuerttemberg FRN 3.625% 02/04/2076	€1,568,000	1,479	0.13
EnBW Energie Baden-Wuerttemberg FRN 5.125% 05/04/2077	US\$5,822,000	4,738	0.41
		60,692	5.30
Guernsey 0.06% (0.07%)			
Credit Suisse Group Funding Guernsey FRN 4.891% 16/04/2021	US\$900,000	732	0.06
		732	0.06
Ireland 2.76% (2.89%)			
Ardagh Packaging Finance 4.25% 15/09/2022	US\$1,912,000	1,522	0.13
Virgin Media Receivables Financing Notes II 5.75% 15/04/2023	£1,794,000	1,854	0.16
Ardagh Packaging Finance 4.625% 15/05/2023	US\$10,505,000	8,415	0.74
Virgin Media Receivables Financing Notes I 5.5% 15/09/2024	£9,785,000	10,099	0.88
Ardagh Packaging Finance 6% 15/02/2025	US\$600,000	490	0.04
AIB Group FRN 4.263% 10/04/2025	US\$519,000	421	0.04
James Hardie International Finance 3.625% 01/10/2026	€2,321,000	2,206	0.19
C&W Senior Financing 7.5% 15/10/2026	US\$2,590,000	2,128	0.19
Bank of Ireland Group FRN 3.125% 19/09/2027	£1,291,000	1,268	0.11
Roadster Finance 1.625% 09/12/2029	€3,593,000	3,215	0.28
		31,618	2.76
Isle of Man 0.61% (0.59%)			
Playtech 3.75% 12/10/2023	€7,411,000	6,997	0.61
		6,997	0.61

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Italy 6.22% (6.25%)			
Banca Farmafactoring FRN 1.127% 05/06/2020	€1,167,000	1,042	0.09
FCA Bank 1.625% 29/09/2021	£947,000	939	0.08
UniCredit FRN 6.497% 14/01/2022	US\$3,593,000	2,946	0.26
UniCredit 6.572% 14/01/2022	US\$1,100,000	922	0.08
Autostrade per l'Italia 6.25% 09/06/2022	£2,166,000	2,372	0.21
Sisal Group FRN 6.625% 31/07/2022	€600,000	540	0.05
Almaviva-The Italian Innovation 7.25% 15/10/2022	€4,225,000	3,337	0.29
TeamSystem FRN 4% 15/04/2023	€2,985,000	2,681	0.23
Gamenet Group FRN 3.75% 27/04/2023	€1,676,000	1,524	0.13
Gamenet Group FRN 5.125% 27/04/2023	€1,268,000	1,161	0.10
Autostrade per l'Italia 1.625% 12/06/2023	€1,215,000	1,105	0.10
Sisal Group 7% 31/07/2023	€1,135,000	1,046	0.09
Limacorporate FRN 3.75% 15/08/2023	€4,918,000	4,411	0.39
EVOCA 7% 15/10/2023	€515,000	486	0.04
Wind Tre FRN 2.75% 20/01/2024	€14,515,000	12,843	1.12
Guala Closures FRN 3.5% 15/04/2024	€4,169,000	3,798	0.33
Bormioli Pharma Bidco FRN 3.5% 15/11/2024	€6,328,000	5,280	0.46
Fabric BC FRN 4.125% 30/11/2024	€1,680,000	1,507	0.13
Piaggio & C 3.625% 30/04/2025	€1,983,000	1,850	0.16
Wind Tre 5% 20/01/2026	US\$5,818,000	4,439	0.39
Enel FRN 8.75% 24/09/2073	US\$3,106,000	2,822	0.25
Enel FRN 7.75% 10/09/2075	£3,270,000	3,492	0.31
Enel FRN 6.625% 15/09/2076	£2,673,000	2,913	0.25
Enel FRN 2.5% 24/11/2078	€721,000	651	0.06
Assicurazioni Generali FRN 4.596% Perpetual	€850,000	794	0.07
Assicurazioni Generali FRN 6.269% Perpetual	£2,600,000	2,729	0.24

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Italy (continued)			
Assicurazioni Generali FRN 6.416% Perpetual	£3,400,000	3,562	0.31
		71,192	6.22
Jersey 3.09% (2.77%)			
Galaxy Bidco FRN 5.305% 15/11/2020	£2,630,000	2,594	0.23
Galaxy Bidco 6.375% 15/11/2020	£2,259,000	2,249	0.20
TVL Finance FRN 5.68% 15/05/2023	£490,000	487	0.04
TVL Finance 8.5% 15/05/2023	£1,440,000	1,504	0.13
LHC3 4.125% 15/08/2024	€8,073,828	7,413	0.65
TVL Finance FRN 6.137% 15/07/2025	£2,582,000	2,582	0.22
CPUK Finance 7.239% 28/02/2042	£1,200,000	1,453	0.13
AA Bond 2.75% 31/07/2043	£700,000	638	0.05
AA Bond 2.875% 31/07/2043	£3,200,000	3,044	0.27
AA Bond 4.249% 31/07/2043	£523,000	530	0.05
AA Bond 4.875% 31/07/2043	£1,441,000	1,415	0.12
AA Bond 5.5% 31/07/2043	£1,848,000	1,571	0.14
CPUK Finance 4.25% 28/02/2047	£1,100,000	1,101	0.10
HBOS Capital Funding 6.85% Perpetual	US\$10,338,000	8,290	0.72
HBOS Sterling Finance Jersey FRN 7.881% Perpetual	£321,000	476	0.04
		35,347	3.09
Luxembourg 5.71% (4.74%)			
Monitchem HoldCo 3 FRN 4.432% 15/06/2021	€1,250,000	1,121	0.10
Codere Finance 2 Luxembourg 7.625% 01/11/2021	US\$1,350,000	1,032	0.09
Swissport Financing 6.75% 15/12/2021	€300,000	277	0.02
B&M European Value Retail 4.125% 01/02/2022	£1,620,000	1,639	0.14
Horizon Parent Holdings 8.25% 15/02/2022	€1,900,000	1,754	0.15

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Luxembourg (continued)			
Matterhorn Telecom 3.875% 01/05/2022	€12,947,000	11,732	1.03
Atento Luxco 1 6.125% 10/08/2022	US\$1,385,000	1,098	0.10
Garfunkelux Holdco 3 8.5% 01/11/2022	£450,000	404	0.04
Logicor Financing 1.5% 14/11/2022	€3,875,000	3,594	0.31
Eurofins Scientific 3.375% 30/01/2023	€1,307,000	1,216	0.11
Matterhorn Telecom FRN 3.25% 01/02/2023	€957,143	857	0.08
Altice Financing 6.625% 15/02/2023	US\$1,275,000	1,030	0.09
Kleopatra Holdings 1 9.25% 30/06/2023	€1,589,254	791	0.07
ARD Finance 6.625% 15/09/2023	€2,350,000	2,184	0.19
Arena Luxembourg Finance FRN 2.75% 01/11/2023	€9,115,000	8,239	0.72
Cirsa Finance International 6.25% 20/12/2023	€834,000	813	0.07
Blackstone Property Partners Europe Holdings 2% 15/02/2024	€3,332,000	3,135	0.27
Gazprom 4.25% 06/04/2024	£5,321,000	5,642	0.49
Hercule Debtco 6.75% 30/06/2024	€418,000	351	0.03
Eurofins Scientific 2.125% 25/07/2024	€393,000	350	0.03
ADO Properties 1.5% 26/07/2024	€5,700,000	5,020	0.44
Hidrovias International Finance 5.95% 24/01/2025	US\$3,100,000	2,498	0.22
Altice Luxembourg 8% 15/05/2027	€314,000	286	0.03
Altice Luxembourg 10.5% 15/05/2027	US\$3,258,000	2,639	0.23
Eurofins Scientific FRN 3.25% Perpetual	€4,988,000	4,061	0.35
Eurofins Scientific FRN 4.875% Perpetual	€3,840,000	3,587	0.31
		65,350	5.71

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Mexico 0.77% (0.64%)			
Petroleos Mexicanos FRN 6.101% 11/03/2022	US\$1,590,000	1,254	0.11
Petroleos Mexicanos 8.25% 02/06/2022	£5,055,000	5,532	0.48
Petroleos Mexicanos 3.75% 16/11/2025	£1,719,000	1,572	0.14
Petroleos Mexicanos 5.35% 12/02/2028	US\$599,000	430	0.04
		8,788	0.77
Netherlands 12.59% (14.34%)			
BMW International Investment FRN 1.037% 04/12/2019	£5,500,000	5,497	0.48
Cooperatieve Rabobank FRN 0.991% 16/01/2020	£3,500,000	3,500	0.31
BMW International Investment FRN 1.045% 12/02/2020	£2,000,000	1,998	0.17
Fiat Chrysler Automobiles 4.5% 15/04/2020	US\$4,820,000	3,842	0.34
ABN AMRO Bank FRN 1.144% 29/05/2020	£8,500,000	8,502	0.74
ING Bank FRN 1.205% 14/11/2020	£1,800,000	1,803	0.16
Constellium 4.625% 15/05/2021	€1,576,000	1,421	0.12
Teva Pharmaceutical Finance Netherlands II 3.25% 15/04/2022	€455,000	402	0.03
IPD 3 4.5% 15/07/2022	€5,754,000	5,282	0.46
IPD 3 FRN 4.5% 15/07/2022	€3,872,000	3,481	0.30
Teva Pharmaceutical Finance Netherlands II 1.25% 31/03/2023	€1,964,000	1,564	0.14
Volkswagen Financial Services 2.75% 10/07/2023	£3,200,000	3,271	0.29
Teva Pharmaceutical Finance Netherlands III 2.8% 21/07/2023	US\$4,090,000	2,789	0.24
Promontoria Holding 264 FRN 6.25% 15/08/2023	€1,709,000	1,487	0.13
Promontoria Holding 264 6.75% 15/08/2023	€5,309,000	4,558	0.40

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Netherlands (continued)			
NIBC Bank 3.125% 15/11/2023	£4,300,000	4,392	0.38
Selecta Group FRN 5.375% 01/02/2024	€6,130,000	5,548	0.48
Selecta Group 5.875% 01/02/2024	€5,063,000	4,753	0.42
Teva Pharmaceutical Finance Netherlands III 6% 15/04/2024	US\$6,761,000	5,026	0.44
Teva Pharmaceutical Finance Netherlands II 1.125% 15/10/2024	€1,674,000	1,239	0.11
OI European Group 3.125% 15/11/2024	€550,000	536	0.05
Volkswagen International Finance FRN 1.239% 16/11/2024	€2,700,000	2,468	0.22
Ziggo 3.75% 15/01/2025	€600,000	554	0.05
Teva Pharmaceutical Finance Netherlands II 4.5% 01/03/2025	€1,876,000	1,611	0.14
Schaeffler Finance 3.25% 15/05/2025	€2,820,000	2,618	0.23
InterXion Holding 4.75% 15/06/2025	€7,654,000	7,471	0.65
Kongsberg Actuation Systems 5% 15/07/2025	€2,507,000	2,249	0.20
Intertrust Group 3.375% 15/11/2025	€2,455,000	2,334	0.20
Constellium 5.875% 15/02/2026	US\$366,000	296	0.03
Petrobras Global Finance 8.75% 23/05/2026	US\$2,340,000	2,278	0.20
Teva Pharmaceutical Finance Netherlands III 3.15% 01/10/2026	US\$1,649,000	1,007	0.09
Volkswagen International Finance 3.375% 16/11/2026	£700,000	729	0.06
Ziggo 5.5% 15/01/2027	US\$8,296,000	6,651	0.58
Petrobras Global Finance 7.375% 17/01/2027	US\$580,000	523	0.05
ING Groep FRN 4.7% 22/03/2028	US\$1,739,000	1,427	0.12
Achmea FRN 6% 04/04/2043	€7,400,000	7,708	0.67
Koninklijke KPN FRN 6.875% 14/03/2073	£11,996,000	12,373	1.08

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Netherlands (continued)			
Koninklijke KPN FRN 7% 28/03/2073	US\$1,800,000	1,521	0.13
Koninklijke KPN FRN 7% 28/03/2073 (Private Placement)	US\$12,592,000	10,639	0.93
Achmea FRN 4.25% Perpetual	€1,060,000	1,026	0.09
Telefonica Europe FRN 3% Perpetual	€500,000	458	0.04
Telefonica Europe FRN 3.75% Perpetual	€700,000	663	0.06
Telefonica Europe FRN 4.436% Perpetual	€1,900,000	1,848	0.16
Telefonica Europe FRN 6.75% Perpetual	£2,200,000	2,334	0.20
Volkswagen International Finance FRN 3.375% Perpetual	€2,700,000	2,490	0.22
		144,167	12.59
Norway 1.29% (1.15%)			
SpareBank 1 Boligkreditt FRN 1.075% 14/11/2022	£5,655,000	5,635	0.49
Aker BP 4.75% 15/06/2024	US\$1,696,000	1,378	0.12
Aker BP 5.875% 31/03/2025	US\$5,677,000	4,726	0.42
Aker BP 5.875% 31/03/2025 (Private Placement)	US\$3,570,000	2,972	0.26
		14,711	1.29
Spain 2.14% (2.01%)			
Telefonica Emisiones 5.597% 12/03/2020	£500,000	515	0.05
NH Hotel Group 3.75% 01/10/2023	€9,261,824	8,527	0.74
CaixaBank 2.375% 01/02/2024	€2,400,000	2,303	0.20
Banco de Sabadell 1.625% 07/03/2024	€5,000,000	4,639	0.41
El Corte Ingles 3% 15/03/2024	€1,760,000	1,656	0.14
Grupo Antolin-Irausa 3.25% 30/04/2024	€6,100,000	5,089	0.44
Grupo Antolin-Irausa 3.375% 30/04/2026	€101,000	82	0.01

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Spain (continued)			
CaixaBank FRN 3.5% 15/02/2027	€1,800,000	1,716	0.15
		24,527	2.14
Sweden 2.45% (1.71%)			
Heimstaden Bostad 1.75% 07/12/2021	€3,997,000	3,695	0.32
Intrum FRN 2.625% 15/07/2022	€5,596,000	5,020	0.44
Intrum 2.75% 15/07/2022	€5,208,000	4,717	0.41
Polygon 4% 23/02/2023	€3,400,000	3,134	0.27
Verisure Holding 3.5% 15/05/2023	€1,158,000	1,080	0.10
Heimstaden Bostad 2.125% 05/09/2023	€7,323,000	6,849	0.60
Dometic Group 3% 13/09/2023	€1,330,000	1,242	0.11
Castellum 2.125% 20/11/2023	€1,096,000	1,039	0.09
Unilabs Subholding 5.75% 15/05/2025	€1,392,000	1,271	0.11
		28,047	2.45
Switzerland 1.29% (1.30%)			
UBS 1.25% 10/12/2020	£2,647,000	2,649	0.23
Credit Suisse Group 3.574% 09/01/2023	US\$4,900,000	3,943	0.34
UBS Group Funding Switzerland FRN 3.744% 23/05/2023	US\$500,000	398	0.03
UBS Group Funding Switzerland FRN 2.859% 15/08/2023	US\$1,000,000	793	0.07
UBS Group Funding Switzerland FRN 3.468% 15/08/2023	US\$5,000,000	3,949	0.35
Credit Suisse Group FRN 2.125% 12/09/2025	£498,000	494	0.04
Credit Suisse Group FRN 7.125% Perpetual	US\$2,400,000	2,004	0.18
Credit Suisse Group FRN 7.5% Perpetual	US\$217,000	183	0.02
UBS Group Funding Switzerland FRN 6.875% Perpetual	US\$400,000	328	0.03
		14,741	1.29

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom 35.97% (37.56%)			
GKN Holdings 6.75% 28/10/2019	£1,257,000	1,277	0.11
Lloyds Bank FRN 1.121% 16/01/2020	£2,200,000	2,202	0.19
Santander UK FRN 1.046% 27/02/2020	£3,700,000	3,699	0.32
HSBC Bank FRN 0.983% 09/03/2020	£10,500,000	10,498	0.92
Jaguar Land Rover Automotive 3.5% 15/03/2020	US\$4,817,000	3,759	0.33
Santander UK FRN 1.082% 05/05/2020	£2,619,000	2,622	0.23
National Westminster Bank FRN 1.065% 15/05/2020	£1,000,000	1,001	0.09
Barclays Bank UK FRN 1.033% 22/05/2020	£1,531,000	1,532	0.13
Lloyds Bank FRN 0.982% 10/01/2021	£2,221,000	2,220	0.19
Jaguar Land Rover Automotive 2.75% 24/01/2021	£2,660,000	2,540	0.22
Lloyds Banking Group 3.1% 06/07/2021	US\$1,480,000	1,181	0.10
Boparan Finance 5.5% 15/07/2021	£800,000	440	0.04
First Hydro Finance 9% 31/07/2021	£1,600,000	1,836	0.16
Barclays 3.2% 10/08/2021	US\$3,000,000	2,380	0.21
Barclays FRN 4.655% 10/08/2021	US\$5,580,000	4,495	0.39
Lloyds Bank FRN 1.139% 13/09/2021	£2,955,000	2,958	0.26
Jerrold Finco 6.25% 15/09/2021	£4,450,000	4,533	0.40
Santander UK FRN 1.139% 20/09/2021	£3,922,000	3,925	0.34
NatWest Markets FRN 0.555% 27/09/2021	€3,000,000	2,705	0.24
TalkTalk Telecom Group 5.375% 15/01/2022	£3,610,000	3,655	0.32
Tesco 6.125% 24/02/2022	£625,000	696	0.06
Merlin Entertainments 2.75% 15/03/2022	€2,209,000	2,069	0.18
Stonegate Pub Co. Financing 4.875% 15/03/2022	£4,640,000	4,756	0.42

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
Stonegate Pub Co. Financing FRN 5.163% 15/03/2022	£4,442,000	4,442	0.39
Investec 4.5% 05/05/2022	£5,141,000	5,476	0.48
Inmarsat Finance 4.875% 15/05/2022	US\$2,000,000	1,586	0.14
FCE Bank 2.727% 03/06/2022	£1,450,000	1,462	0.13
Thomas Cook Group 6.25% 15/06/2022	€4,200,000	1,415	0.12
Synlab Bondco FRN 3.5% 01/07/2022	€7,906,000	7,104	0.62
Synlab Bondco 6.25% 01/07/2022	€1,350,000	1,231	0.11
Thames Water Kemble Finance 5.875% 15/07/2022	£4,155,000	4,195	0.37
IDH Finance 6.25% 15/08/2022	£6,750,000	5,974	0.52
IDH Finance FRN 6.805% 15/08/2022	£2,350,000	2,090	0.18
GKN Holdings 5.375% 19/09/2022	£2,230,000	2,427	0.21
Coventry Building Society 5.875% 28/09/2022	£2,785,000	3,166	0.28
Moto Finance 4.5% 01/10/2022	£1,150,000	1,140	0.10
Shop Direct Funding 7.75% 15/11/2022	£2,447,000	2,257	0.20
TSB Bank FRN 1.026% 07/12/2022	£2,500,000	2,485	0.22
Barclays Bank UK FRN 1.038% 09/01/2023	£3,154,000	3,139	0.27
Santander UK Group Holdings 3.571% 10/01/2023	US\$1,500,000	1,203	0.11
Algeco Global Finance FRN 6.25% 15/02/2023	€4,021,000	3,644	0.32
Algeco Global Finance 6.5% 15/02/2023	€5,196,000	4,864	0.43
Jaguar Land Rover Automotive 3.875% 01/03/2023	£1,870,000	1,658	0.14
Nationwide Building Society FRN 1.088% 12/04/2023	£897,000	894	0.08
BUPA Finance 5% 25/04/2023	£1,450,000	1,590	0.14
Close Brothers Group 2.75% 26/04/2023	£2,397,000	2,464	0.22

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
Nationwide Building Society FRN 3.622% 26/04/2023	US\$2,300,000	1,846	0.16
Voyage Care BondCo 5.875% 01/05/2023	£6,170,000	5,982	0.52
Skipton Building Society FRN 1.129% 02/05/2023	£1,200,000	1,196	0.10
Thames Water Utilities Finance 2.375% 03/05/2023	£1,169,000	1,161	0.10
Royal Bank of Scotland Group FRN 3.988% 15/05/2023	US\$1,700,000	1,336	0.12
Synlab Unsecured Bondco 8.25% 01/07/2023	€1,480,000	1,385	0.12
Thomas Cook Finance 2 3.875% 15/07/2023	€1,564,000	505	0.04
William Hill 4.875% 07/09/2023	£2,088,000	2,192	0.19
Ladbrokes Group Finance 5.125% 08/09/2023	£7,820,000	8,168	0.71
Royal Bank of Scotland Group 3.875% 12/09/2023	US\$3,010,000	2,434	0.21
Arqiva Broadcast Finance 6.75% 30/09/2023	£6,936,000	7,452	0.65
Barclays FRN 2.375% 06/10/2023	£1,343,000	1,343	0.12
Miller Homes Group Holdings FRN 6.079% 15/10/2023	£4,236,000	4,236	0.37
Coventry Building Society 1.875% 24/10/2023	£531,000	539	0.05
Coventry Building Society FRN 1.311% 13/11/2023	£1,311,000	1,317	0.12
Pinewood Finance 3.75% 01/12/2023	£11,568,000	11,810	1.03
Jerrold Finco 6.125% 15/01/2024	£815,000	828	0.07
Barclays 3.125% 17/01/2024	£5,549,000	5,706	0.50
Santander UK FRN 1.44% 12/02/2024	£3,318,000	3,342	0.29
TSB Bank FRN 1.58% 15/02/2024	£1,136,000	1,148	0.10
Heathrow Finance 4.75% 01/03/2024	£3,511,000	3,689	0.32
EI Group 7.5% 15/03/2024	£4,781,000	4,983	0.44
Saga 3.375% 12/05/2024	£6,293,000	5,190	0.45

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
Co-Operative Group 5.125% 17/05/2024	£1,178,000	1,231	0.11
Viridian Group FinanceCo 4.75% 15/09/2024	£5,224,000	5,255	0.46
Arrow Global Finance 5.125% 15/09/2024	£4,800,000	4,710	0.41
Miller Homes Group Holdings 5.5% 15/10/2024	£3,152,000	3,160	0.28
Liberty Living Finance 2.625% 28/11/2024	£1,014,000	1,026	0.09
Virgin Media Secured Finance 5.125% 15/01/2025	£10,250,000	10,617	0.93
eG Global Finance 4.375% 07/02/2025	€5,491,000	4,904	0.43
eG Global Finance 6.75% 07/02/2025	US\$5,430,000	4,247	0.37
Pinnacle Bidco 6.375% 15/02/2025	£2,284,000	2,415	0.21
Royal Bank of Scotland Group FRN 2% 04/03/2025	€1,595,000	1,485	0.13
Iceland Bondco 4.625% 15/03/2025	£5,014,000	4,518	0.39
Royal Bank of Scotland Group FRN 4.269% 22/03/2025	US\$1,300,000	1,060	0.09
Yorkshire Building Society FRN 3% 18/04/2025	£938,000	953	0.08
Barclays FRN 3.932% 07/05/2025	US\$1,045,000	838	0.07
CYBG FRN 3.125% 22/06/2025	£4,140,000	4,033	0.35
Annington Funding 2.646% 12/07/2025	£3,095,000	3,125	0.27
Next Group 3% 26/08/2025	£799,000	818	0.07
CYBG FRN 5% 09/02/2026	£6,341,000	6,341	0.55
Anglian Water Osprey Financing 4% 08/03/2026	£1,120,000	1,024	0.09
William Hill 4.75% 01/05/2026	£5,099,000	5,119	0.45
TSB Banking Group FRN 5.75% 06/05/2026	£4,170,000	4,236	0.37
NIE Finance 6.375% 02/06/2026	£500,000	641	0.06
Merlin Entertainments 5.75% 15/06/2026	US\$9,000,000	7,466	0.65

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
CYBG FRN 4% 25/09/2026	£4,564,000	4,585	0.40
BUPA Finance 5% 08/12/2026	£800,000	905	0.08
Phoenix Group Holdings 5.375% 06/07/2027	US\$933,000	734	0.06
Sainsbury's Bank FRN 6% 23/11/2027	£4,354,000	4,422	0.39
Quilter FRN 4.478% 28/02/2028	£10,566,000	10,759	0.94
Grainger 3.375% 24/04/2028	£2,065,000	2,126	0.19
Metro Bank FRN 5.5% 26/06/2028	£3,085,000	2,574	0.22
Investec Bank FRN 4.25% 24/07/2028	£1,047,000	1,056	0.09
RI Finance Bonds No. 3 6.125% 13/11/2028	£2,050,000	2,345	0.20
Virgin Media Secured Finance 6.25% 28/03/2029	£1,880,000	1,985	0.17
Liberty Living Finance 3.375% 28/11/2029	£689,000	714	0.06
Spirit Issuer FRN 3.469% 28/12/2031	£3,650,000	3,577	0.31
Telereal Securitisation FRN 1.522% 10/12/2033	£2,050,000	1,694	0.15
Telereal Securitisation FRN 4.09% 10/12/2033	£920,000	954	0.08
Arqiva Financing 4.04% 30/06/2035	£8,583,000	8,764	0.77
Aviva FRN 6.125% 14/11/2036	£2,300,000	2,652	0.23
Aviva FRN 6.625% 03/06/2041	£10,228,000	11,111	0.97
Legal & General Group FRN 10% 23/07/2041	£3,040,000	3,541	0.31
RL Finance Bonds No. 2 FRN 6.125% 30/11/2043	£8,847,000	9,960	0.87
Aviva FRN 4.375% 12/09/2049	£800,000	831	0.07
Aviva FRN 5.125% 04/06/2050	£900,000	977	0.09
SSE FRN 3.625% 16/09/2077	£3,832,000	3,855	0.34
SSE FRN 4.75% 16/09/2077	US\$4,171,000	3,296	0.29
Vodafone Group FRN 6.25% 03/10/2078	US\$4,900,000	3,995	0.35
J Sainsbury FRN 6.5% Perpetual	£16,021,000	16,742	1.47

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
Lloyds Banking Group FRN 7.875% Perpetual	£2,255,000	2,556	0.22
Pennon Group FRN 2.875% Perpetual	£6,823,000	6,846	0.60
Royal Bank of Scotland Group FRN 4.65% Perpetual	US\$7,200,000	5,391	0.47
SSE FRN 3.875% Perpetual	£2,900,000	2,936	0.26
		411,778	35.97
United States of America 5.19% (4.21%)			
HCA 6.5% 15/02/2020	US\$2,025,000	1,633	0.14
ZF North America Capital 4% 29/04/2020	US\$1,794,000	1,421	0.12
Reynolds Group Issuer 5.75% 15/10/2020	US\$2,631,127	2,079	0.18
Ball 4.375% 15/12/2020	US\$2,500,000	2,014	0.18
Reynolds Group Issuer 6.875% 15/02/2021	US\$311,884	246	0.02
JPMorgan Chase Bank FRN 1.064% 10/05/2021	£6,900,000	6,899	0.60
Reynolds Group Issuer FRN 6.097% 15/07/2021	US\$2,090,000	1,647	0.14
CNH Industrial Capital 3.875% 15/10/2021	US\$4,000,000	3,214	0.28
Alliance Data Systems 4.5% 15/03/2022	€500,000	459	0.04
CNH Industrial Capital 4.375% 05/04/2022	US\$600,000	491	0.04
Infor US 5.75% 15/05/2022	€300,000	272	0.02
Infor US 6.5% 15/05/2022	US\$750,000	602	0.05
Mylan 3.125% 15/01/2023	US\$6,970,000	5,339	0.47
Community Health Systems 6.25% 31/03/2023	US\$2,200,000	1,669	0.15
Dell International 5.45% 15/06/2023	US\$5,650,000	4,800	0.42
Alliance Data Systems 5.25% 15/11/2023	€2,680,000	2,501	0.22
MPT Operating Partnership REIT 6.375% 01/03/2024	US\$2,532,000	2,091	0.18

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
Ford Motor Credit 5.584% 18/03/2024	US\$1,350,000	1,142	0.10
BWAY Holding 4.75% 15/04/2024	€3,673,000	3,389	0.30
T-Mobile USA 6% 15/04/2024	US\$1,647,000	1,353	0.12
Tenet Healthcare 4.625% 15/07/2024	US\$1,694,000	1,352	0.12
Digital Stout Holding REIT 2.75% 19/07/2024	£562,000	579	0.05
General Motors Financial 2.25% 06/09/2024	£800,000	786	0.07
Ford Motor Credit 4.535% 06/03/2025	£2,849,000	2,986	0.26
BAT Capital 2.125% 15/08/2025	£1,817,000	1,790	0.16
Vantiv 3.875% 15/11/2025	£2,924,000	3,050	0.27
Refinitiv US Holdings 4.5% 15/05/2026	€1,747,000	1,602	0.14
Refinitiv US Holdings 6.25% 15/05/2026	US\$874,000	708	0.06
MPT Operating Partnership REIT 5.25% 01/08/2026	US\$4,013,000	3,297	0.29
		59,411	5.19
Corporate Bonds total			
		1,118,384	97.70
Convertible Bonds 1.43% (0.99%)			
Jersey 0.34% (0.28%)			
Intu Jersey 2 REIT 2.88% 01/11/2022	£4,600,000	3,852	0.34
		3,852	0.34
Spain 0.04% (0.71%)			
International Consolidated Airlines Group 0.63% 17/11/2022	€500,000	449	0.04
		449	0.04

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom 1.05% (0.0%)			
J Sainsbury FRN 2.87% Perpetual	£12,000,000	12,043	1.05
		12,043	1.05
Convertible Bonds total			
		16,344	1.43
Swaps (0.05)% (0.02%)			
Credit Default Swap Bank of America Buy Boparan Finance 4.375% 15/07/2021 20/12/2019	EUR 500,000	56	0.01
Credit Default Swap Citigroup Global Markets Buy Boparan Finance 4.375% 15/07/2021 20/12/2019	EUR 500,000	56	0.01
Credit Default Swap Morgan Stanley & Co. International Buy Cable & Wireless International Finance 8.625% 25/03/2019 20/09/2020	EUR 2,000,000	(104)	(0.01)
Credit Default Swap Barclays Buy Synlab Unsecured Bondco 8.25% 01/07/2023 20/12/2020	EUR 1,000,000	(62)	0.00
Credit Default Swap J.P. Morgan Securities Buy Deutsche Bank 0% 07/12/2020 20/12/2022	EUR 1,330,000	15	0.00
Credit Default Swap Goldman Sachs Buy Constellium 4.625% 15/05/2021 20/12/2022	EUR 792,500	(78)	(0.01)
Credit Default Swap Citigroup Global Markets Buy Wind Tre 3.125% 20/01/2025 20/06/2023	EUR 840,000	(97)	(0.01)
Credit Default Swap Goldman Sachs Buy Wind Tre 3.125% 20/01/2025 20/06/2023	EUR 800,000	(93)	(0.01)
Credit Default Swap Goldman Sachs Buy Wind Tre 3.125% 20/01/2025 20/06/2024	EUR 846,600	(103)	(0.01)
Credit Default Swap Goldman Sachs Sell Smurfit Kappa Acquisitions 0% 15/10/2020 20/09/2019	EUR 2,000,000	20	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Swaps (continued)			
Credit Default Swap Bank of America Sell NatWest Markets 0.5% 15/05/2025 20/09/2019	EUR 500,000	1	0.00
Credit Default Swap Bank of America Sell NatWest Markets 5.5% 23/03/2020 20/09/2019	EUR 500,000	1	0.00
Credit Default Swap Goldman Sachs Sell Koninklijke KPN 7.5% 04/02/2019 20/09/2019	EUR 2,000,000	4	0.00
Credit Default Swap Citigroup Global Markets Sell Schaeffler Finance 7.75% 15/02/2017 20/09/2019	EUR 2,000,000	21	0.00
Credit Default Swap Barclays Bank Sell Tesco 6% 14/12/2029 20/12/2019	EUR 2,000,000	8	0.00
Credit Default Swap Credit Suisse Sell Tesco 6% 14/12/2029 20/12/2019	EUR 4,000,000	16	0.00
Credit Default Swap J.P. Morgan Securities Sell Tesco 6% 14/12/2029 20/12/2019	EUR 2,000,000	8	0.00
Credit Default Swap Citigroup Global Markets Sell Tesco 6% 14/12/2029 20/06/2020	EUR 2,000,000	16	0.00
Credit Default Swap BNP Paribas Sell Jaguar Land Rover Automotive 5% 15/02/2022 20/06/2021	EUR 76,805	2	0.00
Credit Default Swap Citigroup Global Markets Sell Jaguar Land Rover Automotive 5% 15/02/2022 20/06/2021	EUR 1,000,000	23	0.00
Credit Default Swap J.P. Morgan Securities Sell Deutsche Bank 0% 07/12/2020 20/12/2021	EUR 1,560,000	(8)	0.00
Credit Default Swap Citigroup Global Markets Sell Galp Energia 4.125% 25/01/2019 20/12/2021	EUR 666,667	70	0.01
Credit Default Swap Citigroup Global Markets Sell Rolls-Royce 6.75% 30/04/2019 20/12/2021	EUR 1,400,000	20	0.00
Credit Default Swap J.P. Morgan Securities Sell Vale Overseas 8.25% 17/01/2034 20/12/2021	USD 2,000,000	(5)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Swaps (continued)			
Credit Default Swap Barclays Sell Novafives 4.5% 30/06/2021 20/06/2023	EUR 650,000	26	0.00
Credit Default Swap Barclays Sell Jaguar Land Rover Automotive 5% 15/02/2022 20/06/2023	EUR 826,667	(18)	0.00
Credit Default Swap Barclays Sell Autostrade per l'Italia 5.875% 09/06/2024 20/06/2023	EUR 74,000	0	0.00
Credit Default Swap BNP Paribas Sell Autostrade per l'Italia 5.875% 09/06/2024 20/06/2023	EUR 311,000	0	0.00
Credit Default Swap J.P. Morgan Securities Sell Autostrade per l'Italia 5.875% 09/06/2024 20/06/2023	EUR 179,226	0	0.00
Interest Rate Swap Morgan Stanley Pay fixed 0.955% Receive floating LIBOR 6 month 15/03/2022	GBP 1,200,000	(4)	0.00
Interest Rate Swap Morgan Stanley Pay fixed 1.058% Receive floating LIBOR 6 month 15/09/2022	GBP 6,650,000	(43)	0.00
Interest Rate Swap Morgan Stanley Pay fixed 1.019% Receive floating LIBOR 6 month 15/03/2023	GBP 13,390,000	(76)	(0.01)
Interest Rate Swap Morgan Stanley Pay fixed 1.327% Receive floating LIBOR 6 month 15/09/2023	GBP 3,100,000	(58)	(0.01)
Interest Rate Swap Morgan Stanley Pay fixed 0.348% Receive floating EURIBOR 6 month 15/12/2023	EUR 1,300,000	(32)	0.00
Interest Rate Swap Morgan Stanley Pay fixed 1.507% Receive floating LIBOR 6 month 15/12/2023	GBP 4,700,000	(129)	(0.01)
Interest Rate Swap Morgan Stanley Pay fixed 1.31% Receive floating LIBOR 6 month 15/03/2024	GBP 1,500,000	(29)	0.00
Swaps total		(576)	(0.05)

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Forward Foreign Currency Contracts (0.86)% (0.03%)			
Buy EUR 24,000,000 Sell GBP 20,673,094 29/08/2019	EUR 24,000,000	903	0.08
Buy EUR 17,150,000 Sell GBP 15,225,453 26/09/2019	EUR 17,150,000	207	0.02
Buy EUR 10,750,000 Sell GBP 9,682,358 30/10/2019	EUR 10,750,000	4	0.00
Buy USD 25,300,000 Sell GBP 19,670,942 25/07/2019	USD 25,300,000	247	0.02
Buy USD 7,474,506 Sell GBP 5,899,653 25/07/2019	USD 7,474,506	(15)	0.00
Sell EUR 125,950,574 Buy GBP 109,815,394 25/07/2019	EUR (125,950,574)	(3,271)	(0.28)
Sell EUR 97,058,937 Buy GBP 84,094,493 29/08/2019	EUR (97,058,937)	(3,161)	(0.28)
Sell EUR 74,552,617 Buy GBP 65,001,383 26/09/2019	EUR (74,552,617)	(2,086)	(0.18)
Sell EUR 127,648,323 Buy GBP 114,177,851 30/10/2019	EUR (127,648,323)	(843)	(0.08)
Sell USD 1,335,897 Buy GBP 1,055,278 25/07/2019	USD (1,335,897)	4	0.00
Sell USD 189,987,258 Buy GBP 146,770,286 25/07/2019	USD (189,987,258)	(2,804)	(0.25)
Sell USD 166,643,117 Buy GBP 132,052,180 29/08/2019	USD (166,643,117)	1,063	0.09
Forward Foreign Currency Contracts total		(9,752)	(0.86)
Futures (0.02)% ((0.02)%)			
Euro-Bobl September 2019	(111)	(63)	(0.01)
Long Gilt September 2019	(131)	(132)	(0.01)
US 5 Year Note September 2019	(47)	(53)	0.00
Futures total		(248)	(0.02)
Portfolio of investments		1,125,982	98.36
Net other assets		18,759	1.64
Net assets attributable to shareholders		1,144,741	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
J Sainsbury FRN 2.87% Perpetual	12,023
JPMorgan Chase Bank FRN 1.064% 10/05/2021	6,900
Heimstaden Bostad 2.125% 05/09/2023	6,274
William Hill 4.75% 01/05/2026	5,899
Danske Bank 5% 12/01/2022	5,469
Mylan 3.125% 15/01/2023	5,302
IHO Verwaltungs 3.625% 15/05/2025	4,867
eG Global Finance 4.375% 07/02/2025	4,713
eG Global Finance 6.75% 07/02/2025	4,159
Ford Motor Credit 4.535% 06/03/2025	3,749

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
INEOS Finance 4% 01/05/2023	18,433
Schaeffler Finance 4.75% 15/05/2023	17,434
ProGroup FRN 2.5% 31/03/2024	9,859
BMW International Investment FRN 1.235% 15/02/2019	9,501
Nexi Capital FRN 3.625% 01/05/2023	7,893
International Consolidated Airlines Group 0.25% 17/11/2020	7,453
Nationwide Building Society FRN 1.248% 06/06/2019	5,003
Dexia Credit Local FRN 1.047% 04/04/2019	5,001
eircom Finance 4.5% 31/05/2022	4,686
Care UK Health & Social Care FRN 5.811% 15/07/2019	4,650

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	38,046	(25,244)
Revenue	24,496	20,464
Expenses	(3,611)	(3,143)
Net revenue before taxation	20,885	17,321
Taxation	0	0
Net revenue after taxation	20,885	17,321
Total return before distributions	58,931	(7,923)
Distributions	(24,440)	(20,458)
Change in net assets attributable to shareholders from investment activities	34,491	(28,381)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	1,089,031 ¹	963,480
Amounts receivable on issue of shares	84,630	112,558
Amounts payable on cancellation of shares	(70,367)	(31,267)
	14,263	81,291
Dilution adjustment	0	33
Change in net assets attributable to shareholders from investment activities	34,491	(28,381)
Retained distribution on Accumulation shares	6,955	5,834
Unclaimed distributions	1	1
Closing net assets attributable to shareholders	1,144,741	1,022,258¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	1,139,349	1,076,519
Current assets		
Debtors	22,346	14,878
Cash and bank balances	21,631	21,882
Total assets	1,183,326	1,113,279
Liabilities		
Investment liabilities	(13,367)	(3,196)
Creditors		
Bank overdrafts	(3,071)	(685)
Distributions payable	(17,398)	(17,307)
Other creditors	(4,749)	(3,060)
Total liabilities	(38,585)	(24,248)
Net assets attributable to shareholders	1,144,741	1,089,031

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder Strategic Credit Fund are disclosed on page 8.

Securities Financing Transactions

The fund has not engaged in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs 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), or TRSs and CFDs. Accordingly, disclosures required by Article 13 of the Regulation are not applicable for the accounting period ended 30 June 2019.

Distribution Table (unaudited)

**Interim distribution
for the six
months ended
30 June 2019**

Group 1 Shares purchased prior to 1 January 2019

Group 2 Shares purchased on or after 1 January 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	<i>Distribution paid 31.8.18 p per share</i>
A Income shares				
Group 1	1.8929	–	1.8929	1.8635
Group 2	0.7360	1.1569	1.8929	1.8635
A Accumulation shares				
Group 1	3.4912	–	3.4912	3.2932
Group 2	2.1039	1.3873	3.4912	3.2932
C Income shares				
Group 1	1.9491	–	1.9491	1.9142
Group 2	0.6873	1.2618	1.9491	1.9142
C Accumulation shares				
Group 1	3.5751	–	3.5751	3.3641
Group 2	1.4966	2.0785	3.5751	3.3641
D Income shares				
Group 1	0.9985	–	0.9985	0.9776
Group 2	0.6099	0.3886	0.9985	0.9776
D Accumulation shares				
Group 1	1.2350	–	1.2350	1.1585
Group 2	0.3424	0.8926	1.2350	1.1585
L Income shares				
Group 1	2.0149	–	2.0149	1.9735
Group 2	1.1213	0.8936	2.0149	1.9735
L Accumulation shares				
Group 1	3.6979	–	3.6979	3.4707
Group 2	2.3090	1.3889	3.6979	3.4707
S Income shares				
Group 1	1.0239	–	1.0239	1.0009
Group 2	0.6177	0.4062	1.0239	1.0009
S Accumulation shares				
Group 1	3.5599	–	3.5599	3.3347
Group 2	2.4325	1.1274	3.5599	3.3347

Distribution Table (unaudited) (continued)

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	<i>Distribution paid 31.8.18 p per share</i>
Z Income shares				
Group 1	1.0065	–	1.0065	0.9868
Group 2	0.4541	0.5524	1.0065	0.9868
Z Accumulation shares				
Group 1	1.2328	–	1.2328	1.1583
Group 2	0.6594	0.5734	1.2328	1.1583

Equalisation

Equalisation applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to the holders of these shares as a return of capital.

Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Fund Information

Investment objective and policy

The Schroder European Alpha Income Fund (the 'fund') aims to provide income and capital growth by investing in equity and equity related securities of European companies, excluding the UK.

The Fund invests at least 80% of its assets in a concentrated range of equity and equity related securities of European countries, excluding the UK. The Fund typically holds 30 to 50 companies.

'Alpha' funds invest in companies in which the Investment Manager has a high conviction that the current share price does not reflect the future prospects for that business.

The Fund may also invest in other equity and equity related securities including UK companies, collective investment schemes, fixed income securities, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
A Income shares	188.40p	170.50p	10.50
A Accumulation shares	237.70p	211.00p	12.65
C Income shares	195.40p	176.40p	10.77
C Accumulation shares	244.30p	216.40p	12.89
GBP Hedged C Income shares	168.60p	151.60p	11.21
GBP Hedged S Income shares	191.60p	172.30p	11.20
GBP Hedged Z Income shares	190.00p	171.00p	11.11
L Income shares	70.15p	63.36p	10.72
L Accumulation shares	83.32p	73.67p	13.10
S Income shares	67.13p	60.62p	10.74
S Accumulation shares	246.70p	217.80p	13.27
Z Income shares	198.90p	179.40p	10.87
Z Accumulation shares	250.70p	221.70p	13.08
	1.3.19 to 31.8.19	1.3.18 to 31.8.18	
Distributions per Z Income share	2.0700p	2.0600p	

The performance of a hedged share class may differ from other share classes of the fund because the return on unhedged share classes is based on both the performance of the fund's investments and the performance of the portfolio currencies relative to sterling whereas the return on a hedged share class is based only on the performance of the fund's investments.

Fund Information (continued)

Fund information

Launch date	2 May 2012			
Launch price	100.00p per A Income share			
	100.00p per A Accumulation share			
	100.00p per C Income share			
	100.00p per Z Income share			
	100.00p per Z Accumulation share			
Launch date	31 August 2012			
Launch price	102.78p per C Accumulation share			
Launch date	18 February 2013			
Launch price	125.15p per GBP Hedged C Income share			
	125.39p per GBP Hedged Z Income share			
Launch date	1 October 2013			
Launch price	50.00p per L Income share			
	50.00p per L Accumulation share			
Launch date	1 November 2013			
Launch price	50.00p per S Income share			
Launch date	11 August 2017			
Launch price	207.50p per GBP Hedged S Income share			
Launch date	15 December 2017			
Launch price	257.00p per S Accumulation share			
	Quarterly	Interim	Quarterly	Final
Accounting dates	31 March	30 June	30 September	31 December
Revenue allocation dates	31 May	31 August	30 November	28 February

Fund Information (continued)

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
A Income shares	1.67% ¹	1.67%
A Accumulation shares	1.67% ¹	1.67%
C Income shares	1.17% ¹	1.17%
C Accumulation shares	1.17% ¹	1.17%
GBP Hedged C Income shares	1.30% ¹	1.27%
GBP Hedged S Income shares	0.68% ¹	0.65%
GBP Hedged Z Income shares	1.00% ¹	1.02%
L Income shares	0.84% ¹	0.85%
L Accumulation shares	0.84% ¹	0.85%
S Income shares	0.54% ¹	0.55%
S Accumulation shares	0.54% ¹	0.55%
Z Income shares	0.91% ¹	0.92%
Z Accumulation shares	0.91% ¹	0.92%

¹ The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

Total purchases and sales

	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	402,669	870,959
Total sales	633,998	917,971

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 13.08%. In comparison, the FTSE¹ World European ex UK Index generated a total return of 17.49%² in sterling terms.

European equities gained over the period, supported by expectations that central banks would loosen monetary policy to provide stimulus to a slowing global economy. The prospect of slower growth was one of the key concerns for the market over the six months, and led to investors favouring the “growth” style over “value”. The fund’s tilt towards value was therefore a headwind. Given their extreme outperformance, we find it difficult to be bullish on the prospects of growth stocks from here. We think valuations will begin to better reflect company fundamentals and have positioned the portfolio to take advantage of any rotation back into value.

Many of the main individual detractors for the period were value stocks and Borr Drilling is among these. The market had concerns about the stability of its financing, although management provided reassurance on this front. The volatile oil price and missing out on a contract were other factors that weighed on the share price. However, we think the oil & gas services industry is at a tipping point. With oil companies looking to replenish their dwindling reserves, Borr Drilling should be able to start charging much higher day rates for the rigs it rents out. Another detractor was Spain’s Bankinter, with the prospect of rate cuts from the European Central Bank weighing on the share price.

On the positive side, Altran Technologies was the top positive contributor after receiving a takeover bid from CapGemini. Altran Technologies had a turbulent 2018 but we kept faith that the investment case was not broken. It is gratifying to see this faith rewarded.

Fund Manager:

James Sym



James Sym joined Schroders in July 2013 following the acquisition of Cazenove Capital

James is a member of the Pan-European Equity team at Schroders

He manages the Schroder European Alpha Income Fund and the Schroder European Alpha Plus Fund

James graduated from St John’s College, Cambridge with a degree in Natural Sciences and is a CFA Charterholder

James has 11 years’ investment experience

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² Source: Thomson Reuters DataStream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk and reward indicator changed from 5 to 6 with effect from 17 May 2019 for L Income shares. At period end the risk and reward indicator for A Income shares, A Accumulation shares, C Income shares, C Accumulation shares, GBP Hedged S Income shares, L Accumulation shares, S Income shares, S Accumulation shares, Z Income shares and Z Accumulation shares remained at 5 and for GBP Hedged C Income shares and GBP Hedged Z Income shares remained at 6.

There is a difference between share classes caused by the technical nature of the calculation of the risk and reward indicator.

The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. For non-hedged share classes exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

There is no guarantee that the hedging strategy applied in hedged share classes will entirely eliminate the adverse effects of changes in exchange rates between the base currency and the portfolio currencies.

In addition, it should be noted that hedging transactions will be entered into whether or not the currency of a hedged share class is declining or increasing in value in relation to the base currency or portfolio currencies. Hedged share classes aim to provide investors with a return correlated to the portfolio currencies performance of the fund by reducing the effect of exchange rate fluctuations between the base currency and the portfolio currencies.

As it is not possible to legally segregate share classes' liabilities from those of other share classes in the fund, there is a risk that, in certain limited circumstances, the hedging transactions undertaken in relation to a hedged share class could result in liabilities which might affect the net asset value of the other share classes in the fund.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests in a smaller number of stocks. This carries more risk than funds spread across a larger number of companies.

The fund may invest in a wide range of derivatives in order to meet its investment objectives.

As a result of the expenses being charged wholly to capital, the distributable revenue of the fund may be higher, but the capital value of the fund may be eroded which may affect future performance.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December				
A Income shares		A Accumulation shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	188.60	136.60	219.90	155.80
2017	218.50	186.50	261.40	220.40
2018	216.90	168.30	263.50	208.30
Financial period to 30 June 2019	188.40	168.30	237.70	211.80

Financial year to 31 December				
C Income shares		C Accumulation shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	193.30	139.20	223.20	157.50
2017	224.50	191.30	266.40	224.10
2018	223.30	174.20	269.00	213.60
Financial period to 30 June 2019	195.40	174.10	244.30	217.20

Financial year to 31 December				
GBP Hedged C Income shares		GBP Hedged S Income shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	189.80	151.50	–	–
2017	213.90	187.40	216.90	204.40
2018	193.80	148.90	218.90	169.30
Financial period to 30 June 2019	174.10	149.10	197.70	169.00

Financial year to 31 December				
GBP Hedged Z Income shares		L Income shares		
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	191.70	152.60	69.04	49.48
2017	216.50	189.20	80.22	68.24
2018	218.10	168.00	79.84	62.55
Financial period to 30 June 2019	196.10	167.80	70.15	62.42

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	L Accumulation shares		S Income shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	75.51	53.14	65.60	46.88
2017	90.35	75.85	76.39	64.89
2018	91.29	72.74	76.07	59.85
Financial period to 30 June 2019	83.32	73.95	67.13	59.63

Financial year to 31 December	S Accumulation shares		Z Income shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2016	–	–	195.50	140.60
2017	261.10	257.00	227.40	193.70
2018	269.10	215.00	226.50	177.10
Financial period to 30 June 2019	246.70	218.60	198.90	177.00

Financial year to 31 December	Z Accumulation shares	
	Highest dealing p	Lowest dealing p
2016	227.60	160.30
2017	272.20	228.60
2018	275.00	218.90
Financial period to 30 June 2019	250.70	222.60

Net revenue

Financial year to 31 December	A Income shares pence per share	A Accumulation shares pence per share
2016	5.7322	6.5746
2017	6.2059	7.3650
2018	6.7070	8.1860
Financial period to 30 June 2019	2.0400	2.1800

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	C Income shares pence per share	C Accumulation shares pence per share
2016	5.8529	6.6568
2017	6.3725	7.4837
2018	6.9212	8.3717
Financial period to 30 June 2019	2.0500	2.1900

Financial year to 31 December	GBP Hedged C Income shares pence per share	GBP Hedged S Income shares pence per share
2016	6.2287	–
2017	6.2229	4.2768
2018	6.0471	6.8262
Financial period to 30 June 2019	2.1400	2.0900

Financial year to 31 December	GBP Hedged Z Income shares pence per share	L Income shares pence per share
2016	6.2776	2.0824
2017	6.2947	2.2737
2018	6.8019	2.4785
Financial period to 30 June 2019	2.1600	0.6900

Financial year to 31 December	L Accumulation shares pence per share	S Income shares pence per share
2016	2.2477	1.9753
2017	2.5329	2.1611
2018	2.8504	2.3650
Financial period to 30 June 2019	0.7200	0.6100

Financial year to 31 December	S Accumulation shares pence per share	Z Income shares pence per share
2016	–	5.9137
2017	3.7137	6.4216
2018	8.4001	7.0274
Financial period to 30 June 2019	2.2000	2.0700

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	Z Accumulation shares pence per share
2016	6.7774
2017	7.6312
2018	8.5671
Financial period to 30 June 2019	2.2100

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
A Income shares	1,270	185.77	683,917
A Accumulation shares	37,676	219.17	17,190,157
C Income shares	54,238	190.28	28,504,725
C Accumulation shares	8,366	222.52	3,759,837
GBP Hedged C Income shares	13,456	186.37	7,219,788
GBP Hedged Z Income shares	89,545	188.18	47,584,750
L Income shares	93,697	67.83	138,136,718
L Accumulation shares	49,844	75.27	66,218,824
S Income shares	8,079	64.44	12,538,621
Z Income shares	139,049	192.51	72,227,714
Z Accumulation shares	52,908	226.88	23,320,203
2017			
A Income shares	36,688	208.55	17,591,826
A Accumulation shares	43,545	253.42	17,182,555
C Income shares	2,984	214.67	1,390,046
C Accumulation shares	309	258.58	119,301
GBP Hedged C Income shares	199	184.95	107,651
GBP Hedged S Income shares	35,517	208.72	17,016,522
GBP Hedged Z Income shares	138,266	208.02	66,467,138
L Income shares	384,375	76.74	500,886,765
L Accumulation shares	103,333	87.75	117,753,851
S Income shares	302,946	73.10	414,401,518
S Accumulation shares	14,205	258.65	5,492,008
Z Income shares	180,260	217.71	82,798,979
Z Accumulation shares	95,235	264.30	36,032,857

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2018			
A Income shares	36,652	167.70	21,855,598
A Accumulation shares	42,202	211.23	19,978,677
C Income shares	2,305	173.48	1,328,636
C Accumulation shares	456	216.62	210,335
GBP Hedged C Income shares	146	149.60	97,533
GBP Hedged S Income shares	29,460	169.51	17,379,960
GBP Hedged Z Income shares	103,954	168.30	61,768,286
L Income shares	280,706	62.21	451,251,782
L Accumulation shares	68,109	73.75	92,346,522
S Income shares	258,940	59.43	435,726,241
S Accumulation shares	11,779	218.05	5,402,243
Z Income shares	140,238	176.38	79,508,046
Z Accumulation shares	94,150	221.97	42,415,672
2019 at 30 June			
A Income shares	10,675	186.91	5,711,067
A Accumulation shares	13,069	238.01	5,491,150
C Income shares	2,356	193.92	1,214,780
C Accumulation shares	498	244.70	203,416
GBP Hedged C Income shares	163	167.03	97,533
GBP Hedged S Income shares	32,104	190.16	16,882,846
GBP Hedged Z Income shares	61,622	188.46	32,697,670
L Income shares	265,897	69.69	381,567,220
L Accumulation shares	59,274	83.45	71,032,657
S Income shares	265,057	66.73	397,223,097
S Accumulation shares	12,466	247.06	5,045,621
Z Income shares	123,057	197.42	62,333,463
Z Accumulation shares	95,155	251.05	37,903,082

Net Asset Value and Comparative Tables (continued)

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
A Income shares	186.91	167.70	11.45
A Accumulation shares	238.01	211.23	12.68
C Income shares	193.92	173.48	11.78
C Accumulation shares	244.70	216.62	12.96
GBP Hedged C Income shares	167.03	149.60	11.65
GBP Hedged S Income shares	190.16	169.51	12.18
GBP Hedged Z Income shares	188.46	168.30	11.98
L Income shares	69.69	62.21	12.02
L Accumulation shares	83.45	73.75	13.15
S Income shares	66.73	59.43	12.28
S Accumulation shares	247.06	218.05	13.30
Z Income shares	197.42	176.38	11.93
Z Accumulation shares	251.05	221.97	13.10

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 94.52% (94.73%)			
Austria 0.00% (0.17%)			
Belgium 3.07% (2.96%)			
KBC Group	559,196	28,867	3.07
		28,867	3.07
Bermuda 3.54% (2.24%)			
Borr Drilling	3,629,913	27,668	2.94
Odfjell Drilling	2,379,551	5,677	0.60
		33,345	3.54
Denmark 4.91% (8.60%)			
Drilling Co. of 1972	305,074	18,757	1.99
Novo Nordisk B	683,090	27,442	2.92
		46,199	4.91
Finland 1.85% (2.17%)			
Cargotec B	581,475	17,445	1.85
		17,445	1.85
France 23.98% (26.73%)			
Altran Technologies	2,241,983	28,069	2.98
AXA	2,086,332	43,163	4.58
IPSOS	1,210,068	25,132	2.67
Lagardere	886,709	18,170	1.93
Orange	2,002,971	24,906	2.65
Renault	203,573	10,096	1.07
Sanofi	468,507	31,907	3.39
TOTAL	782,659	34,600	3.68
Vinci	119,588	9,663	1.03
		225,706	23.98

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Germany 6.15% (7.15%)			
AURELIUS Equity Opportunities	765,748	28,566	3.03
Jungheinrich Preference	450,978	10,940	1.16
Knorr-Bremse	209,004	18,404	1.96
		57,910	6.15
Italy 1.09% (3.90%)			
Intesa Sanpaolo	6,060,357	10,230	1.09
		10,230	1.09
Luxembourg 0.00% (0.57%)			
Netherlands 16.52% (11.76%)			
ABN AMRO Bank	1,752,532	29,575	3.14
ASML Holding	176,037	29,012	3.08
Intertrust	1,658,280	27,003	2.87
Koninklijke DSM	279,217	27,230	2.89
Koninklijke KPN	8,911,519	21,579	2.29
SBM Offshore	1,387,200	21,126	2.25
		155,525	16.52
Norway 2.30% (1.36%)			
Atea	950,561	10,205	1.08
PGS	9,346,976	11,488	1.22
		21,693	2.30
Portugal 0.94% (2.06%)			
Galp Energia	733,415	8,857	0.94
		8,857	0.94
Spain 9.41% (10.56%)			
Bankinter	5,037,249	27,342	2.90
Grifols Preference B	1,484,893	24,379	2.59

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Spain (continued)			
Grupo Catalana Occidente	1,268,410	36,870	3.92
		88,591	9.41
Sweden 6.92% (4.18%)			
Dometic Group	4,178,548	32,992	3.50
Lundin Petroleum	949,031	23,208	2.47
Svenska Handelsbanken A	1,143,986	8,935	0.95
		65,135	6.92
Switzerland 12.68% (9.27%)			
Clariant	577,082	9,252	0.98
Roche Holding	234,433	52,038	5.53
Swiss Re	293,181	23,514	2.50
Zurich Insurance Group	125,599	34,516	3.67
		119,320	12.68
United Kingdom 1.16% (1.05%)			
IQE [#]	11,336,716	6,876	0.73
Next	73,918	4,084	0.43
		10,960	1.16
Equities total		889,783	94.52
Forward Foreign Currency Contracts (0.01%) (0.06%)			
Buy CHF 67,123 Sell GBP 54,213 31/07/2019	CHF 67,123	0	0.00
Buy DKK 171,990 Sell GBP 20,694 31/07/2019	DKK 171,990	0	0.00
Buy EUR 323,681 Sell GBP 290,661 31/07/2019	EUR 323,681	0	0.00
Buy NOK 251,638 Sell GBP 23,369 31/07/2019	NOK 251,638	0	0.00
Buy SEK 344,477 Sell GBP 29,351 31/07/2019	SEK 344,477	0	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Forward Foreign Currency Contracts (continued)			
Sell CHF 14,859,213 Buy GBP 12,009,561 31/07/2019	CHF (14,859,213)	(20)	0.00
Sell DKK 38,173,019 Buy GBP 4,588,214 31/07/2019	DKK (38,173,019)	(6)	0.00
Sell EUR 71,642,489 Buy GBP 164,266,896 31/07/2019	EUR (71,642,489)	(72)	(0.01)
Sell NOK 56,222,443 Buy GBP 5,210,571 31/07/2019	NOK (56,222,443)	10	0.00
Sell SEK 76,821,125 Buy GBP 6,544,111 31/07/2019	SEK (76,821,125)	7	0.00
Forward Foreign Currency Contracts total		(81)	(0.01)
Futures 0.02% (0.00%)			
EURO STOXX 50 Index September 2019	608	169	0.02
Futures total		169	0.02
Portfolio of investments		889,871	94.53
Net other assets		51,522	5.47
Net assets attributable to shareholders		941,393	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Security traded on another regulated market.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
ABN AMRO Bank	32,669
Roche Holding	31,337
Dometic Group	30,360
Koninklijke DSM	29,375
ASML Holding	21,738
SBM Offshore	20,638
Borr Drilling	18,290
LANXESS	16,994
Drilling Co. of 1972	16,876
PGS	16,009

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
Telefonica	37,743
Koninklijke KPN	35,441
LANXESS	33,469
ASML Holding	33,265
Eni	32,613
Orange	28,052
Altran Technologies	26,213
Danske Bank	24,981
Zurich Insurance Group	24,709
Teleperformance	19,662

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	109,386	(29,670)
Revenue	25,759	36,964
Expenses	(4,201)	(5,989)
Net revenue before taxation	21,558	30,975
Taxation	(2,924)	(3,003)
Net revenue after taxation	18,634	27,972
Total return before distributions	128,020	(1,698)
Distributions	(10,089)	(12,358)
Change in net assets attributable to shareholders from investment activities	117,931	(14,056)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	1,069,097 ¹	1,337,862
Amounts receivable on issue of shares	34,909	176,063
Amounts payable on cancellation of shares	(282,220)	(135,664)
	(247,311)	40,399
Dilution adjustment	72	16
Change in net assets attributable to shareholders from investment activities	117,931	(14,056)
Retained distribution on Accumulation shares	1,604	2,465
Closing net assets attributable to shareholders	941,393	1,366,686¹

- 1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	889,969	1,013,399
Current assets		
Debtors	5,449	7,682
Cash and bank balances	57,519	68,210
Total assets	952,937	1,089,291
Liabilities		
Investment liabilities	(98)	(21)
Creditors		
Bank overdrafts	(1)	0
Distributions payable	(6,248)	(16,553)
Other creditors	(5,197)	(3,620)
Total liabilities	(11,544)	(20,194)
Net assets attributable to shareholders	941,393	1,069,097

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder European Alpha Income Fund are disclosed on page 8.

Distribution Table (unaudited)

**Quarterly distribution
for the three
months ended
31 March 2019**

Group 1 Shares purchased prior to 1 January 2019

Group 2 Shares purchased on or after 1 January 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution paid 31.5.19 p per share	<i>Distribution paid 31.5.18 p per share</i>
A Income shares				
Group 1	0.3200	–	0.3200	0.3100
Group 2	0.0625	0.2575	0.3200	0.3100
A Accumulation shares				
Group 1	0.3500	–	0.3500	0.3400
Group 2	0.2932	0.0568	0.3500	0.3400
C Income shares				
Group 1	0.3200	–	0.3200	0.3100
Group 2	0.2382	0.0818	0.3200	0.3100
C Accumulation shares				
Group 1	0.3500	–	0.3500	0.3400
Group 2	0.1661	0.1839	0.3500	0.3400
GBP Hedged C Income shares				
Group 1	0.3600	–	0.3600	0.3500
Group 2	0.3600	0.0000	0.3600	0.3500
GBP Hedged S Income shares				
Group 1	0.3700	–	0.3700	0.3600
Group 2	0.3082	0.0618	0.3700	0.3600
GBP Hedged Z Income shares				
Group 1	0.3700	–	0.3700	0.3600
Group 2	0.3348	0.0352	0.3700	0.3600
L Income shares				
Group 1	0.1200	–	0.1200	0.1150
Group 2	0.1031	0.0169	0.1200	0.1150
L Accumulation shares				
Group 1	0.1200	–	0.1200	0.1150
Group 2	0.0846	0.0354	0.1200	0.1150
S Income shares				
Group 1	0.1100	–	0.1100	0.1050
Group 2	0.0998	0.0102	0.1100	0.1050

Distribution Table (unaudited) (continued)

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution paid 31.5.19 p per share	<i>Distribution paid 31.5.18 p per share</i>
S Accumulation shares				
Group 1	0.3500	–	0.3500	0.3400
Group 2	0.3416	0.0084	0.3500	0.3400
Z Income shares				
Group 1	0.3200	–	0.3200	0.3100
Group 2	0.2490	0.0710	0.3200	0.3100
Z Accumulation shares				
Group 1	0.3500	–	0.3500	0.3400
Group 2	0.2190	0.1310	0.3500	0.3400

Interim distribution for the three months ended 30 June 2019

Group 1 Shares purchased prior to 1 April 2019
Group 2 Shares purchased on or after 1 April 2019

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	<i>Distribution paid 31.8.18 p per share</i>
A Income shares				
Group 1	1.7200	–	1.7200	1.7200
Group 2	0.0000	1.7200	1.7200	1.7200
A Accumulation shares				
Group 1	1.8300	–	1.8300	1.8300
Group 2	0.0000	1.8300	1.8300	1.8300
C Income shares				
Group 1	1.7300	–	1.7300	1.7300
Group 2	0.2670	1.4630	1.7300	1.7300
C Accumulation shares				
Group 1	1.8400	–	1.8400	1.8400
Group 2	0.0000	1.8400	1.8400	1.8400
GBP Hedged C Income shares				
Group 1	1.7800	–	1.7800	1.7800
Group 2	1.7800	0.0000	1.7800	1.7800

Distribution Table (unaudited) (continued)

	Net revenue 2019 p per share	Equalisation 2019 p per share	Distribution payable 31.8.19 p per share	Distribution paid 31.8.18 p per share
GBP Hedged S Income shares				
Group 1	1.7200	–	1.7200	1.7200
Group 2	0.0000	1.7200	1.7200	1.7200
GBP Hedged Z Income shares				
Group 1	1.7900	–	1.7900	1.7900
Group 2	0.2655	1.5245	1.7900	1.7900
L Income shares				
Group 1	0.5700	–	0.5700	0.5700
Group 2	0.0000	0.5700	0.5700	0.5700
L Accumulation shares				
Group 1	0.6000	–	0.6000	0.6000
Group 2	0.0000	0.6000	0.6000	0.6000
S Income shares				
Group 1	0.5000	–	0.5000	0.5000
Group 2	0.0000	0.5000	0.5000	0.5000
S Accumulation shares				
Group 1	1.8500	–	1.8500	1.8500
Group 2	0.0000	1.8500	1.8500	1.8500
Z Income shares				
Group 1	1.7500	–	1.7500	1.7500
Group 2	0.0000	1.7500	1.7500	1.7500
Z Accumulation shares				
Group 1	1.8600	–	1.8600	1.8600
Group 2	0.0000	1.8600	1.8600	1.8600

Corporate shareholders

Corporate shareholders receive the dividend distribution payments as detailed below:

100.00% of the total distribution is received as franked investment income.

Equalisation

Equalisation applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to the holders of these shares as a return of capital.

Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Fund Information

Investment objective and policy

The Schroder Global Recovery Fund (the 'fund') aims to provide capital growth over the mid to long term by investing in shares of companies worldwide which are considered to be undervalued relative to their long term earnings potential.

At least 80% of the Fund's assets (excluding cash) will be invested in equity and equity related securities of companies worldwide that have suffered a set back in either share price or profitability, but where long term prospects are believed to be good. Recovery investments may be out of favour for many reasons, including weak short-term profitability, macro-economic concerns or an under strength balance sheet. These factors can significantly reduce the attractiveness of companies to short term investors and induce discounts to fair value. Our long term focused recovery investment approach seeks to exploit this in a diversified manner.

The Fund can invest in any sector, industry, jurisdiction or geographic region but is not managed with regard to any benchmark. Consequently the Fund may be particularly exposed to a specific sector, industry, jurisdiction or region at any time depending on where the Fund identifies opportunities for recovery investments.

The Fund may use derivative instruments for investment purposes as well as for efficient portfolio management.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
L Income shares	74.75p	67.10p	11.40
L Accumulation shares	78.41p	68.93p	13.75
S Income shares	57.92p	52.08p	11.21
X Accumulation shares	51.65p	–	–
Z Income shares	74.66p	67.00p	11.43
Z Accumulation shares	78.21p	68.79p	13.69

Fund information

Launch date	30 October 2015	
Launch price	50.00p per L Income share	
	50.00p per L Accumulation share	
	50.00p per Z Income share	
	50.00p per Z Accumulation share	
Launch date	28 November 2016	
Launch price	50.00p per S Income share	
Launch date	3 May 2019	
Launch price	50.00p per X Accumulation share	
	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation date		28 February

Fund Information (continued)

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
L Income shares	0.86% ¹	0.89%
L Accumulation shares	0.86% ¹	0.89%
S Income shares	0.56% ¹	0.59%
X Accumulation shares ²	0.04% ¹	–
Z Income shares	0.94% ¹	0.96%
Z Accumulation shares	0.94% ¹	0.96%

1 The Ongoing charges figure is annualised based on the fees incurred during the accounting period.

2 The ACD fee for X Accumulation shares is invoiced directly to shareholders and is therefore not included in the Ongoing charges figure for that shares class.

Total purchases and sales

	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	36,025	124,537
Total sales	32,647	62,537

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis rose 13.69%. In comparison, the MSCI World Index generated a net return of 17.06%¹ in sterling terms.

The portfolio underperformed the wider equity market over the 6 months under review. Utility company Centrica was a prominent detractor. The market continues to have some concerns over the impact of price caps in the UK and the sustainability of the dividend. Centrica is taking steps to improve its performance, including selling non-core assets and cutting some jobs. On the positive side, Anglo American shares rose after reporting growth in underlying core earnings. The business is now totally rehabilitated following the dark days of 2015. Profits have grown, the balance sheet repaired and management deserve credit for their restructuring and cost cutting. Despite the turnaround, the market has yet to fully recognise the change in the company and as such we remain happy holders.

The fund comprises undervalued, unloved businesses, many of which have had near-death experiences in the recent past. Having learned lessons from their recent experiences, we think they are now prudently managed and should be well-placed to weather market or economic disruption. We focus on the fundamentals rather than the short-term fears and market "froth". In the long run, we think this is the best way to safeguard investors' capital and to ensure that we can take full advantage in growing that capital when a margin of safety – and hence investment opportunity – becomes abundant once again.

Co-Fund Manager:

Nick Kirrage



Co-manager of UK Income, UK Recovery, Global Recovery and Global Income strategies

Founding member of the Global Value Team in 2013

Investment career commenced in 2001 within Schroders' Pan European research team

Previously analyst responsible for a number of sectors including Transport, Metals & Mining and Aerospace and Defence sectors

CFA Charterholder

Degree in Aeronautical Engineering, Bristol University

Co-Fund Manager:

Simon Adler



Co-manager of Global Recovery and Global Income strategies

Joined the Global Value Team in July 2016

Investment career commenced in 2008, at Schroders as a UK equity analyst

Previously sector analyst responsible for Chemicals, Media, Transport, Travel & Leisure and Utilities

Global Sustainability Specialist in Global Equity team until 2016

CFA Charterholder

MA in Politics, Edinburgh University

Co-Fund Manager:

Andrew Lyddon



Co-manager of European Income, European Recovery and Global Recovery strategies, with 14 years' investment experience

Past Specialist Value UK equities fund manager

UK equity analyst responsible for Telecommunications and Support Services

Joined Schroders in October 2005 as an Equity Analyst with the Pan European Industrials desk

CFA Charterholder

MSc in Intellectual Property Law, Queen Mary College

Degree in Chemistry, Bath University

¹ Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using simulated performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund invests in less developed markets which are generally less well regulated than the UK. They may be less liquid and may have less reliable custody arrangements.

The fund invests in emerging markets and the Far East. This involves a high degree of risk and should be seen as long term in nature.

The fund is index unconstrained and has the potential for greater volatility.

More than 35% of the property of the fund may be invested in Government securities.

The fund may invest in a wide range of derivatives in order to meet its investment objectives and for leverage. The use of leverage can increase gains as well as losses and expose the fund to increased risk.

The fund may use derivatives for specific investment purposes. This involves a higher degree of risk and may lead to a higher volatility in the share prices of the fund.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December		L Income shares		L Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p	
2016	67.97	44.18	67.89	44.17	
2017	74.28	65.74	75.15	66.53	
2018	76.63	66.24	78.71	68.05	
Financial period to 30 June 2019	74.75	65.14	78.41	68.33	

Financial year to 31 December		S Income shares		X Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p	
2016	52.01	48.83	–	–	
2017	57.63	50.91	–	–	
2018	59.31	51.41	–	–	
Financial period to 30 June 2019	57.92	50.40	51.65	48.22	

Financial year to 31 December		Z Income shares		Z Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p	
2016	67.86	44.18	67.85	44.17	
2017	74.16	65.69	75.04	66.47	
2018	76.56	66.15	78.60	67.91	
Financial period to 30 June 2019	74.66	65.09	78.21	68.18	

Net revenue

Financial year to 31 December	L Income shares pence per share	L Accumulation shares pence per share
2016	0.8839	0.7605
2017	1.1312	1.1230
2018	1.3668	1.4016
Financial period to 30 June 2019	Nil	Nil

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	S Income shares pence per share	X Accumulation shares pence per share
2016	0.0994	–
2017	1.0201	–
2018	1.2251	–
Financial period to 30 June 2019	Nil	Nil

Financial year to 31 December	Z Income shares pence per share	Z Accumulation shares pence per share
2016	0.8046	0.8372
2017	1.0775	1.0784
2018	1.3218	1.3474
Financial period to 30 June 2019	Nil	Nil

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2016			
L Income shares	109	66.39	163,922
L Accumulation shares	30,056	67.19	44,733,069
S Income shares	47,779	51.37	93,002,000
Z Income shares	82	66.35	123,663
Z Accumulation shares	4,466	67.15	6,650,182
2017			
L Income shares	1,402	72.84	1,924,558
L Accumulation shares	42,308	74.83	56,536,142
S Income shares	49,896	56.37	88,519,303
Z Income shares	1,934	72.78	2,657,116
Z Accumulation shares	18,440	74.73	24,675,828
2018			
L Income shares	3,116	65.85	4,732,054
L Accumulation shares	32,434	69.05	46,969,371
S Income shares	73,110	50.95	143,508,070
Z Income shares	18,453	65.79	28,046,699
Z Accumulation shares	34,726	68.91	50,394,300

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2019 at 30 June			
L Income shares	3,430	74.72	4,589,690
L Accumulation shares	36,024	78.38	45,962,727
S Income shares	85,436	57.89	147,575,518
X Accumulation shares	21,767	51.62	42,166,549
Z Income shares	22,195	74.63	29,738,249
Z Accumulation shares	36,639	78.18	46,864,569

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
L Income shares	74.72	65.85	13.47
L Accumulation shares	78.38	69.05	13.51
S Income shares	57.89	50.95	13.62
X Accumulation shares	51.62	–	–
Z Income shares	74.63	65.79	13.44
Z Accumulation shares	78.18	68.91	13.45

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Collective Investment Schemes 0.00% (5.17%)			
Cash Funds 0.00% (5.17%)			
Equities 87.68% (92.79%)			
Australia 3.65% (4.74%)			
South32	4,273,156	7,511	3.65
		7,511	3.65
Belgium 1.42% (1.71%)			
Orange Belgium	187,165	2,928	1.42
		2,928	1.42
Canada 1.71% (0.00%)			
Teck Resources B	194,109	3,511	1.71
		3,511	1.71
Croatia 0.85% (1.78%)			
Hrvatski Telekom	90,746	1,744	0.85
		1,744	0.85
Egypt 0.00% (0.49%)			
France 7.59% (7.19%)			
Coface	407,558	3,239	1.58
Sanofi	134,027	9,128	4.44
Television Francaise 1	387,976	3,223	1.57
		15,590	7.59
Greece 1.73% (5.21%)			
Hellenic Exchanges – Athens Stock Exchange	472,667	2,070	1.01
OPAP	169,628	1,488	0.72
		3,558	1.73

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Italy 9.73% (8.84%)			
Eni	577,111	7,565	3.68
Intesa Sanpaolo	3,850,124	6,517	3.17
UniCredit	606,574	5,903	2.88
		19,985	9.73
Netherlands 2.05% (1.45%)			
ING Groep	460,598	4,212	2.05
		4,212	2.05
Poland 0.90% (1.50%)			
Orange Polska	1,316,180	1,857	0.90
		1,857	0.90
Russia 4.57% (4.77%)			
Gazprom ADR	765,388	4,420	2.15
LUKOIL ADR	74,810	4,975	2.42
		9,395	4.57
South Africa 1.87% (1.96%)			
Impala Platinum Holdings	991,876	3,839	1.87
		3,839	1.87
South Korea 4.83% (4.81%)			
Hyundai Mobis	26,901	4,314	2.10
Kia Motors	187,144	5,608	2.73
		9,922	4.83
Spain 2.84% (3.04%)			
Repsol	458,740	5,669	2.76
Repsol Rights 04/07/2019	390,641	171	0.08
		5,840	2.84

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Switzerland 1.80% (0.00%)			
GAM Holding	1,011,674	3,689	1.80
		3,689	1.80
Taiwan 2.06% (2.31%)			
Asustek Computer	749,000	4,240	2.06
		4,240	2.06
United Arab Emirates 0.87% (0.88%)			
Aldar Properties	4,420,947	1,784	0.87
		1,784	0.87
United Kingdom 22.08% (24.77%)			
Anglo American	465,722	10,448	5.08
Barclays	4,306,480	6,450	3.14
Centrica	5,558,399	4,878	2.37
HSBC Holdings	302,432	1,987	0.97
Royal Bank of Scotland Group	2,627,635	5,770	2.81
Standard Chartered	1,476,969	10,540	5.13
Wm Morrison Supermarkets	2,628,275	5,291	2.58
		45,364	22.08
United States of America 17.13% (17.34%)			
Adtalem Global Education	53,270	1,904	0.93
American International Group	144,639	6,090	2.96
Buckle	127,159	1,761	0.86
Cisco Systems	112,059	4,824	2.35
Citigroup	19,145	1,059	0.52
Diamond Offshore Drilling	269,952	1,856	0.90
Dillard's A	50,620	2,489	1.21
HP	442,606	7,286	3.55
Intel	126,927	4,818	2.34
Western Digital	63,012	2,346	1.14

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
Zovio	280,025	770	0.37
		35,203	17.13
Equities total		180,172	87.68
Portfolio of investments		180,172	87.68
Net other assets		25,319	12.32
Net assets attributable to shareholders		205,491	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
GAM Holding	3,249
Teck Resources B	3,184
Eni	3,157
Western Digital	2,332
Diamond Offshore Drilling	2,057
ING Groep	1,665
Sanofi	1,585
Television Francaise 1	1,268
Standard Chartered	1,186
Anglo American	1,176

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
Schroder Sterling Liquidity Plus Fund I Accumulation GBP [†]	8,379
Hellenic Telecommunications Organization	3,487
Strategic Education	2,565
American International Group	2,521
Impala Platinum Holdings	2,091
OPAP	2,021
Cisco Systems	1,812
Anglo American	1,361
LUKOIL ADR	1,285
Orange Polska	1,283

[†] A related party to the fund.

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	18,250	(2,996)
Revenue	4,149	2,606
Expenses	(622)	(540)
Net revenue before taxation	3,527	2,066
Taxation	(133)	(107)
Net revenue after taxation	3,394	1,959
Total return before distributions	21,644	(1,037)
Distributions	324	(52)
Change in net assets attributable to shareholders from investment activities	21,968	(1,089)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	161,839 ¹	113,980
Amounts receivable on issue of shares	34,903	59,744
Amounts payable on cancellation of shares	(13,295)	(19,200)
	21,608	40,544
Dilution adjustment	76	142
Change in net assets attributable to shareholders from investment activities	21,968	(1,089)
Closing net assets attributable to shareholders	205,491	153,577¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	180,172	158,541
Current assets		
Debtors	28,072	374
Cash and bank balances	16,111	5,443
Total assets	224,355	164,358
Liabilities		
Creditors		
Distributions payable	0	(2,193)
Other creditors	(18,864)	(326)
Total liabilities	(18,864)	(2,519)
Net assets attributable to shareholders	205,491	161,839

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder Global Recovery Fund are disclosed on page 8.

Fund Information

Investment objective and policy

The Schroder Multi-Asset Total Return Fund (the 'fund') aims to provide capital growth and income of UK 3 month LIBOR + 4% per annum (gross of fees*) over rolling three year periods by investing in a diversified range of assets and markets worldwide. The Fund also aims to limit losses when markets fall. This cannot be guaranteed and your capital is at risk.

The Fund invests directly or indirectly (through collective investment schemes, ETFs and derivatives) in equity and equity related securities, fixed and floating rate securities, commodities and currencies worldwide. As the Fund is index-unconstrained it is managed without reference to an index.

The Fund may invest more than 10% of its assets in collective investment schemes (including other Schroder Funds).

The Fund may invest in below investment grade securities (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies) or in unrated securities.

The Fund may also invest in warrants and money market instruments, and hold cash. The investment strategy of the Fund and its use of derivatives may lead to situations when it is considered appropriate that prudent levels of cash or cash equivalent liquidity will be maintained, which may be substantial or even represent (exceptionally) 100% of the Fund's assets.

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently. The Fund will use leverage and take short positions.

* Gross of fees is before the deduction of the fund's ongoing charge.

Financial highlights

Dealing price	28.6.19	31.12.18	% change
I Income shares	50.26p	48.49p	3.65
I Accumulation shares	50.61p	48.50p	4.35
L Income shares	50.49p	48.41p	4.30
L Accumulation shares	50.55p	48.46p	4.31
X Income shares	51.18p	48.93p	4.60
X Accumulation shares	51.16p	48.92p	4.58
Z Income shares	50.53p	48.46p	4.27
Z Accumulation shares	50.50p	48.43p	4.27

Fund information

Launch date	28 April 2017
Launch price	50.00p per I Income share
	50.00p per I Accumulation share
	50.00p per L Income share
	50.00p per L Accumulation share
	50.00p per X Income share
	50.00p per X Accumulation share
	50.00p per Z Income share
	50.00p per Z Accumulation share

Fund Information (continued)

	Interim	Final
Accounting dates	30 June	31 December
Revenue allocation date		28 February

Ongoing charges figure

	For the period to 30.6.19	For the year to 31.12.18
I Income shares	0.65% ¹	0.61% ²
I Accumulation shares	0.65% ¹	0.61% ²
L Income shares	0.79% ¹	0.75% ²
L Accumulation shares	0.79% ¹	0.75% ²
X Income shares ³	0.10% ¹	0.06% ²
X Accumulation shares ³	0.10% ¹	0.06% ²
Z Income shares	0.86% ¹	0.83% ²
Z Accumulation shares	0.86% ¹	0.83% ²

- 1 The Ongoing charges figure is annualised based on the fees incurred during the accounting period.
- 2 The Audit fee was invoiced directly to the ACD and is therefore not included in the Ongoing charges figure for these share classes.
- 3 The ACD fee for X Income shares and X Accumulation shares are invoiced directly to shareholders and is therefore not included in the Ongoing charges figure for these share classes.

Total purchases and sales

	For the period to 30.6.19 £000's	For the year to 31.12.18 £000's
Total purchases	169,111	68,573
Total sales	119,352	36,327

Review of Investment Activities

From 31 December 2018 to 28 June 2019, the price of the Z Accumulation shares on a dealing price to dealing price basis rose 4.27%. In comparison, the Sterling 3 Month London Interbank Offer Rate +4% generated a total return of 2.37%¹.

The fund's return-seeking strategies across equities and credit delivered solid performance over the period, as did our risk-reducing hedges. Diversifiers detracted from returns, with our equity market neutral strategy suffering from the underperformance of the value factor.

From a positioning perspective, we shifted the balance of the portfolio to be more defensive, mindful of the elevated cyclical risks. As our cyclical models shifted into 'slowdown', a new phase in the economic cycle, we reduced our return-seeking equity allocation whilst adding to risk-reducing positions in government bonds, gold and Japanese yen. These changes helped to protect the portfolio in May from market falls triggered by a new bout of trade tensions. We continue to favour carry strategies (i.e. those that generate positive income or yield) because they benefit from low interest rates with more contained levels of cyclical risk. For this reason, we emphasise corporate debt and high yielding currencies.

Co-Fund Manager: Johanna Kyrklund



Global Head of Multi-Asset Investments

Joined Schroders in March 2007 and is based in London

Johanna leads the Multi-Asset Investments division, is a member of the Group Management Committee (GMC) and Chairs Global Asset Allocation Committee

Responsible for investments on behalf of Multi-Asset clients globally and is the lead portfolio manager of the Schroder Diversified Growth and Multi-Asset Total Return Strategies

Prior to joining Schroders, Johanna specialised in tactical asset allocation strategies

From 2005 she worked at Insight Investment where she managed an unconstrained global macro absolute return fund. From 1997 to 2005 she worked at Deutsche Asset Management where she was Head of Asset Allocation in the UK and fund manager of the Deutsche tactical asset allocation fund

CFA Charterholder

Degree in Philosophy, Politics & Economics from Oxford University

Johanna is a member of the Cambridge University Investment Board

Co-Fund Manager: Alastair Baker



Multi-Asset Fund Manager

Joined Schroders in 2007 and is based in London

Member of the Diversified Growth portfolio management team, including co-fund manager of the Multi-Asset Total Return strategy

Member of the commodity risk premium team and the alternative risk premium team of the Strategic Investment Group Multi-Asset

Member of the Model Review Group

Member of the Global Asset Allocation Committee Farm

CFA Charterholder

BSc in Economics and Econometrics, University of Bristol

¹ Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using simulated performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund invests in less developed markets which are generally less well regulated than the UK. They may be less liquid and may have less reliable custody arrangements.

The fund invests in emerging markets and the Far East. This involves a high degree of risk and should be seen as long term in nature.

The fund is index unconstrained and has the potential for greater volatility.

The fund may invest in unregulated collective investment schemes, which involves a higher degree of risk as they are not regulated by the FCA. The funds may not be readily realisable and priced less frequently than listed shares or authorised unit trusts, and therefore price swings may be more volatile.

More than 35% of the property of the fund may be invested in Government securities.

The fund may invest in higher yielding bonds (non-investment grade). The risk of default is higher with non-investment grade bonds than with investment grade bonds. Higher yielding bonds may also have an increased potential to erode your capital sum than lower yielding bonds.

The fund may invest in a wide range of derivatives in order to meet its investment objectives and for leverage. The use of leverage can increase gains as well as losses and expose the fund to increased risk.

The fund may use derivatives for specific investment purposes. This involves a higher degree of risk and may lead to a higher volatility in the share prices of the fund. The ACD employs a risk management process to allow the ACD to measure derivative and forward positions and their contribution to the overall risk profile of the fund. As part of this risk management process, the ACD conducts daily value at risk analysis of the fund and performs both stress and back testing of the fund.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial year to 31 December				
I Income shares			I Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2017	52.16	49.79	52.16	49.79
2018	53.08	48.20	53.08	48.20
Financial period to 30 June 2019	50.41	48.19	50.75	48.54

Financial year to 31 December				
L Income shares			L Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2017	52.13	49.79	52.18	49.79
2018	53.04	48.11	53.10	48.17
Financial period to 30 June 2019	50.64	48.45	50.70	48.50

Financial year to 31 December				
X Income shares			X Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2017	52.36	49.79	52.37	49.79
2018	53.31	48.63	53.32	48.61
Financial period to 30 June 2019	51.33	48.97	51.31	48.96

Financial year to 31 December				
Z Income shares			Z Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
2017	52.21	49.79	52.17	49.79
2018	53.13	48.17	53.09	48.13
Financial period to 30 June 2019	50.68	48.50	50.64	48.47

Net revenue

Financial year to 31 December	I Income shares pence per share	I Accumulation shares pence per share
2017	Nil ¹	Nil ^{1 2}
2018	0.3339	Nil ^{1 2}
Financial period to 30 June 2019	Nil	Nil

Net Asset Value and Comparative Tables (continued)

Financial year to 31 December	L Income shares pence per share	L Accumulation shares pence per share
2017	Nil ^{1 2}	Nil ¹
2018	Nil ^{1 2}	0.3231
Financial period to 30 June 2019	Nil	Nil

Financial year to 31 December	X Income shares pence per share	X Accumulation shares pence per share
2017	Nil ^{1 2}	0.2609
2018	Nil ^{1 2}	0.5370
Financial period to 30 June 2019	Nil	Nil

Financial year to 31 December	Z Income shares pence per share	Z Accumulation shares pence per share
2017	Nil ^{1 2}	Nil ¹
2018	Nil ^{1 2}	0.2841
Financial period to 30 June 2019	Nil	Nil

1 There was no distribution as the total amount distributable was below de minimis.

2 The I Accumulation shares, L Income shares, X Income shares and Z Income shares have made no distributions to date.

Net asset value

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2017			
I Income shares	1	52.06	2,000
I Accumulation shares	1	52.06	2,000
L Income shares	1	52.03	2,000
L Accumulation shares	17	52.08	32,951
X Income shares	1	52.26	2,000
X Accumulation shares	16,729	52.27	32,002,126
Z Income shares	8	52.11	15,335
Z Accumulation shares	102	52.07	196,005

Net Asset Value and Comparative Tables (continued)

As at 31 December	Net asset value £000's	Net asset value per share p	Number of shares in issue
2018			
I Income shares	16,479	48.16	34,215,099
I Accumulation shares	1	48.50	2,000
L Income shares	30	48.41	61,895
L Accumulation shares	244	48.47	502,881
X Income shares	1	48.93	2,000
X Accumulation shares	32,440	48.92	66,308,102
Z Income shares	9	48.47	19,393
Z Accumulation shares	307	48.43	634,542
2019 at 30 June			
I Income shares	17,192	50.25	34,215,099
I Accumulation shares	1	50.59	2,000
L Income shares	17	50.48	34,635
L Accumulation shares	470	50.54	930,102
X Income shares	1	51.17	2,000
X Accumulation shares	88,122	51.15	172,283,380
Z Income shares	10	50.52	19,243
Z Accumulation shares	320	50.48	634,706

Fund performance

	Net asset value per share p as at 30.6.19	Net asset value per share p as at 31.12.18	% change
I Income shares	50.25	48.16	4.34
I Accumulation shares	50.59	48.50	4.31
L Income shares	50.48	48.41	4.28
L Accumulation shares	50.54	48.47	4.27
X Income shares	51.17	48.93	4.58
X Accumulation shares	51.15	48.92	4.56
Z Income shares	50.52	48.47	4.23
Z Accumulation shares	50.48	48.43	4.23

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Collective Investment Schemes 34.35% (31.52%)			
Cash Funds 0.00% (4.60%)			
Chinese Equity Funds 0.44% (0.54%)			
Schroder ISF China A Fund I Accumulation USD ^{^†}	5,627	467	0.44
		467	0.44
Commodity Funds 2.39% (1.97%)			
iShares Physical Gold ETC USD	116,364	2,537	2.39
		2,537	2.39
Emerging Markets Equity Funds 0.00% (3.06%)			
Emerging Markets Fixed Interest Funds 4.00% (4.29%)			
Schroder Emerging Markets Debt Absolute Return Fund I Accumulation USD ^{^†}	136,133	4,253	4.00
		4,253	4.00
European Fixed Interest Funds 5.04% (0.00%)			
Schroder ISF EURO High Yield Fund I Accumulation EUR ^{^†}	38,140	5,346	5.04
		5,346	5.04
Global Equity Funds 8.51% (7.85%)			
Schroder ISF Global Equity Fund I Accumulation USD ^{^†}	326,859	9,030	8.51
		9,030	8.51
Global Fixed Interest Funds 13.97% (9.21%)			
Schroder Global High Yield Fund I Accumulation USD ^{^†}	225,157	10,117	9.53
Schroder Securitised Credit Fund I Accumulation USD ^{^†}	56,545	4,713	4.44
		14,830	13.97
Collective Investment Schemes total			
		36,463	34.35

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Government Bonds 36.04% (64.43%)			
Germany 0.36% (0.00%)			
Bundesrepublik Deutschland 0.25% 15/02/2029	€400,000	379	0.36
		379	0.36
United Kingdom 35.68% (64.43%)			
UK Treasury Bill 0% 12/08/2019	£1,600,000	1,599	1.51
UK Treasury Bill 0% 09/09/2019	£3,750,000	3,745	3.53
UK Treasury Bill 0% 23/09/2019	£3,750,000	3,744	3.53
UK Treasury Bill 0% 07/10/2019	£8,200,000	8,183	7.71
UK Treasury Bill 0% 04/11/2019	£3,750,000	3,740	3.52
UK Treasury Bill 0% 09/12/2019	£6,320,000	6,298	5.93
UK Treasury Bill 0% 23/12/2019	£10,600,000	10,561	9.95
		37,870	35.68
Government Bonds total		38,249	36.04
Corporate Bonds 24.56% (0.00%)			
Australia 0.54% (0.00%)			
Macquarie Bank 1.125% 20/01/2022	€105,000	97	0.09
National Australia Bank 0.35% 07/09/2022	€105,000	95	0.09
Australia & New Zealand Banking Group 0.625% 21/02/2023	€100,000	92	0.09
National Australia Bank 0.625% 30/08/2023	€100,000	92	0.09
Westpac Banking 0.625% 22/11/2024	€100,000	92	0.09
Commonwealth Bank of Australia 1.125% 18/01/2028	€108,000	102	0.09
		570	0.54

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Austria 0.18% (0.00%)			
OMV 0.75% 04/12/2023	€205,000	191	0.18
		191	0.18
Belgium 0.41% (0.00%)			
Brussels Airport 3.25% 01/07/2020	€100,000	93	0.09
Solvay 1.625% 02/12/2022	€100,000	94	0.09
Anheuser-Busch InBev 2.7% 31/03/2026	€240,000	247	0.23
		434	0.41
Canada 0.18% (0.00%)			
Toronto-Dominion Bank 0.625% 08/03/2021	€100,000	91	0.09
Bank of Nova Scotia 0.375% 06/04/2022	€100,000	91	0.09
		182	0.18
Cayman Islands 0.09% (0.00%)			
CK Hutchison Europe Finance 18 1.25% 13/04/2025	€108,000	101	0.09
		101	0.09
Finland 0.17% (0.00%)			
Nordea Bank 0.875% 26/06/2023	€100,000	92	0.09
Nordea Bank 0.375% 28/05/2026	€100,000	90	0.08
		182	0.17
France 5.31% (0.00%)			
Pernod Ricard 2% 22/06/2020	€200,000	183	0.17
BNP Paribas 3.75% 25/11/2020	€100,000	95	0.09
Credit Agricole 0.875% 19/01/2022	€100,000	92	0.09
Carrefour 1.75% 15/07/2022	€150,000	141	0.13
Engie 2.625% 20/07/2022	€100,000	98	0.09
Danone 0.424% 03/11/2022	€200,000	182	0.17
BNP Paribas 0.75% 11/11/2022	€105,000	97	0.09

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
France (continued)			
HSBC France 0.6% 20/03/2023	€100,000	92	0.09
Societe Generale 0.75% 26/05/2023	€200,000	184	0.17
BPCE 0.625% 26/09/2023	€200,000	183	0.17
Renault 1% 18/04/2024	€200,000	181	0.17
Banque Federative du Credit Mutuel 3% 21/05/2024	€150,000	149	0.14
Orange 1.125% 15/07/2024	€200,000	188	0.18
SNCF Mobilites 4.125% 19/02/2025	€200,000	223	0.21
Societe Generale 2.625% 27/02/2025	€100,000	98	0.09
BNP Paribas 1.25% 19/03/2025	€105,000	98	0.09
Suez 1% 03/04/2025	€200,000	189	0.18
Air Liquide Finance 1.25% 03/06/2025	€200,000	192	0.18
Valeo 1.5% 18/06/2025	€100,000	92	0.09
Unibail-Rodamco REIT 1.375% 09/03/2026	€250,000	239	0.23
BNP Paribas FRN 2.875% 20/03/2026	€105,000	98	0.09
Cie de Saint-Gobain 1.125% 23/03/2026	€300,000	281	0.26
BPCE 2.875% 22/04/2026	€100,000	101	0.10
Electricite de France 1% 13/10/2026	€300,000	283	0.27
Credit Agricole 1.875% 20/12/2026	€100,000	97	0.09
Credit Agricole 2.625% 17/03/2027	€150,000	150	0.14
Kering 1.5% 05/04/2027	€100,000	97	0.09
La Banque Postale FRN 2.75% 19/11/2027	€100,000	96	0.09
Aeroports de Paris 1% 13/12/2027	€200,000	190	0.18
Veolia Environnement 1.59% 10/01/2028	€200,000	196	0.19
Total Capital International 0.75% 12/07/2028	€300,000	279	0.26
Orange 2% 15/01/2029	€100,000	100	0.09
Vinci 1.625% 18/01/2029	€100,000	98	0.09
Engie 1.375% 28/02/2029	€100,000	97	0.09
Banque Federative du Credit Mutuel 1.75% 15/03/2029	€200,000	193	0.18
APRR 1.875% 06/01/2031	€100,000	101	0.10

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
France (continued)			
Autoroutes du Sud de la France 1.375% 21/02/2031	€100,000	96	0.09
Engie 1.375% 21/06/2039	€100,000	91	0.09
		5,640	5.31
Germany 0.89% (0.00%)			
Continental 3.125% 09/09/2020	€200,000	187	0.18
BASF 2% 05/12/2022	€105,000	101	0.09
HeidelbergCement 2.25% 30/03/2023	€100,000	96	0.09
Eurogrid 1.625% 03/11/2023	€100,000	95	0.09
Volkswagen Bank 1.875% 31/01/2024	€400,000	376	0.35
E.ON 0.875% 22/05/2024	€100,000	93	0.09
		948	0.89
Guernsey 0.09% (0.00%)			
Credit Suisse Group Funding Guernsey 1.25% 14/04/2022	€105,000	97	0.09
		97	0.09
Ireland 0.28% (0.00%)			
CRH Finance 3.125% 03/04/2023	€105,000	105	0.10
Johnson Controls International 1.375% 25/02/2025	€100,000	94	0.09
ESB Finance 1.75% 07/02/2029	€100,000	99	0.09
		298	0.28
Italy 1.15% (0.00%)			
Intesa Sanpaolo 1.125% 04/03/2022	€234,000	213	0.20
Unione di Banche Italiane 0.75% 17/10/2022	€105,000	93	0.09
UniCredit 1% 18/01/2023	€250,000	222	0.21
Snam 1% 18/09/2023	€200,000	185	0.17
Italgas 1.125% 14/03/2024	€100,000	94	0.09
Eni 0.625% 19/09/2024	€241,000	221	0.21

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Italy (continued)			
ACEA 1.5% 08/06/2027	€100,000	92	0.09
Terna Rete Elettrica Nazionale 1.375% 26/07/2027	€100,000	95	0.09
		1,215	1.15
Jersey 0.31% (0.00%)			
Aptiv 1.5% 10/03/2025	€256,000	239	0.22
Heathrow Funding 1.875% 14/03/2036	€100,000	94	0.09
		333	0.31
Luxembourg 0.65% (0.00%)			
GELF Bond Issuer I REIT 0.875% 20/10/2022	€200,000	183	0.17
Medtronic Global Holdings 0.375% 07/03/2023	€105,000	95	0.09
Holcim Finance Luxembourg 1.375% 26/05/2023	€100,000	94	0.09
John Deere Cash Management 0.5% 15/09/2023	€100,000	92	0.09
Medtronic Global Holdings 1.125% 07/03/2027	€122,000	114	0.11
HeidelbergCement Finance Luxembourg 1.125% 01/12/2027	€20,000	18	0.01
Nestle Finance International 1.25% 02/11/2029	€100,000	97	0.09
		693	0.65
Mexico 0.18% (0.00%)			
America Movil 3% 12/07/2021	€100,000	95	0.09
America Movil 0.75% 26/06/2027	€100,000	90	0.09
		185	0.18
Netherlands 3.71% (0.00%)			
Vonovia Finance 1.625% 15/12/2020	€100,000	92	0.09
ABN AMRO Bank 6.375% 27/04/2021	€100,000	100	0.09

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value €000's	% of net assets
Netherlands (continued)			
TenneT Holding 0.875% 04/06/2021	€150,000	137	0.13
ING Bank 0.375% 26/11/2021	€100,000	91	0.09
Achmea Bank 1.125% 25/04/2022	€105,000	97	0.09
Daimler International Finance 0.25% 11/05/2022	€263,000	237	0.22
Cooperatieve Rabobank 0.5% 06/12/2022	€150,000	138	0.13
Iberdrola International 1.125% 27/01/2023	€100,000	94	0.09
Enel Finance International 4.875% 17/04/2023	€150,000	160	0.15
BMW Finance 0.375% 10/07/2023	€234,000	212	0.20
ABN AMRO Bank 0.5% 17/07/2023	€100,000	92	0.09
Cooperatieve Rabobank 3.875% 25/07/2023	€100,000	103	0.10
ING Groep 1% 20/09/2023	€100,000	93	0.09
Vonovia Finance 0.75% 15/01/2024	€200,000	183	0.17
Deutsche Telekom International Finance 0.875% 30/01/2024	€280,000	260	0.24
Daimler International Finance 0.875% 09/04/2024	€100,000	92	0.09
Linde Finance 1.875% 22/05/2024	€100,000	98	0.09
Koninklijke KPN 5.625% 30/09/2024	€100,000	110	0.10
Iberdrola International 1.875% 08/10/2024	€100,000	98	0.09
EnBW International Finance 4.875% 16/01/2025	€100,000	113	0.11
Shell International Finance 0.375% 15/02/2025	€200,000	184	0.17
Heineken 1% 04/05/2026	€200,000	187	0.18
BMW Finance 1.125% 22/05/2026	€100,000	93	0.09
Cooperatieve Rabobank FRN 2.5% 26/05/2026	€100,000	94	0.09
innogy Finance 1.625% 30/05/2026	€105,000	102	0.10
Naturgy Finance 1.375% 19/01/2027	€100,000	95	0.09
ASML Holding 1.625% 28/05/2027	€100,000	98	0.09
ABN AMRO Bank FRN 2.875% 18/01/2028	€100,000	97	0.09

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Netherlands (continued)			
ING Groep FRN 3% 11/04/2028	€200,000	194	0.18
Allianz Finance II 1.5% 15/01/2030	€100,000	98	0.09
Siemens Financieringsmaatschappij 1.375% 06/09/2030	€100,000	96	0.09
		3,938	3.71
New Zealand 0.09% (0.00%)			
ANZ New Zealand Int'l 1.125% 20/03/2025	€105,000	99	0.09
		99	0.09
Norway 0.44% (0.00%)			
SpareBank 1 SR-Bank 0.375% 10/02/2022	€105,000	95	0.09
Equinor 0.875% 17/02/2023	€288,000	268	0.26
DNB Bank 1.125% 01/03/2023	€105,000	98	0.09
		461	0.44
Spain 0.63% (0.00%)			
Banco Santander 1.375% 03/03/2021	€100,000	92	0.09
Banco Bilbao Vizcaya Argentaria 0.625% 17/01/2022	€200,000	183	0.17
Telefonica Emisiones 3.987% 23/01/2023	€100,000	102	0.10
CaixaBank 1.75% 24/10/2023	€100,000	94	0.09
Telefonica Emisiones 1.495% 11/09/2025	€100,000	95	0.09
Banco Santander 3.25% 04/04/2026	€100,000	101	0.09
		667	0.63
Sweden 0.52% (0.00%)			
Svenska Handelsbanken 2.25% 27/08/2020	€100,000	92	0.09
Vattenfall 6.25% 17/03/2021	€100,000	100	0.09
Akelius Residential Property 1.125% 14/03/2024	€105,000	96	0.09
Essity 1.125% 27/03/2024	€178,000	165	0.16

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Sweden (continued)			
Svenska Handelsbanken 0.125% 18/06/2024	€110,000	99	0.09
		552	0.52
Switzerland 0.27% (0.00%)			
Credit Suisse 1.125% 15/09/2020	€100,000	91	0.08
UBS Group Funding Switzerland 1.5% 30/11/2024	€210,000	198	0.19
		289	0.27
United Kingdom 3.45% (0.00%)			
Rolls-Royce 2.125% 18/06/2021	€105,000	98	0.09
Rentokil Initial 3.25% 07/10/2021	€100,000	96	0.09
Lloyds Bank 1% 19/11/2021	€100,000	92	0.09
BP Capital Markets 1.373% 03/03/2022	€131,000	122	0.12
Nationwide Building Society 1.125% 03/06/2022	€100,000	93	0.09
DS Smith 2.25% 16/09/2022	€105,000	99	0.09
BG Energy Capital 1.25% 21/11/2022	€105,000	98	0.09
Yorkshire Building Society 0.875% 20/03/2023	€100,000	91	0.09
Royal Bank of Scotland Group 2.5% 22/03/2023	€100,000	95	0.09
Imperial Brands Finance 1.125% 14/08/2023	€100,000	92	0.09
Santander UK Group Holdings 1.125% 08/09/2023	€100,000	91	0.09
Diageo Finance 0.5% 19/06/2024	€235,000	216	0.20
DS Smith 1.375% 26/07/2024	€105,000	96	0.09
London Stock Exchange Group 0.875% 19/09/2024	€188,000	174	0.16
Cadent Finance 0.625% 22/09/2024	€105,000	95	0.09
British Telecommunications 1% 21/11/2024	€141,000	130	0.12
Lloyds Bank 1.25% 13/01/2025	€105,000	99	0.09
Motability Operations Group 0.875% 14/03/2025	€150,000	139	0.13

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
SSE 0.875% 06/09/2025	€100,000	91	0.09
Sky 2.25% 17/11/2025	€235,000	236	0.22
Barclays FRN 1.375% 24/01/2026	€205,000	184	0.17
Royal Bank of Scotland Group FRN 1.75% 02/03/2026	€105,000	97	0.09
GlaxoSmithKline Capital 1.25% 21/05/2026	€100,000	96	0.09
Smiths Group 2% 23/02/2027	€105,000	99	0.09
InterContinental Hotels Group 2.125% 15/05/2027	€150,000	143	0.13
Lloyds Banking Group 1.5% 12/09/2027	€100,000	92	0.09
Aviva 1.875% 13/11/2027	€105,000	100	0.10
HSBC Holdings 3.125% 07/06/2028	€200,000	209	0.20
British Telecommunications 2.125% 26/09/2028	€100,000	97	0.09
Nationwide Building Society FRN 2% 25/07/2029	€105,000	94	0.09
GlaxoSmithKline Capital 1.75% 21/05/2030	€105,000	104	0.10
		3,658	3.45
United States of America 5.02% (0.00%)			
Thermo Fisher Scientific 1.5% 01/12/2020	€100,000	91	0.09
Philip Morris International 1.875% 03/03/2021	€150,000	139	0.13
JPMorgan Chase 2.625% 23/04/2021	€100,000	94	0.09
Metropolitan Life Global Funding I 1.25% 17/09/2021	€105,000	97	0.09
Goldman Sachs Group 2.5% 18/10/2021	€52,000	49	0.05
Citigroup 1.375% 27/10/2021	€100,000	93	0.09
American Express Credit 0.625% 22/11/2021	€104,000	95	0.09
Microsoft 2.125% 06/12/2021	€100,000	95	0.09
Amgen 1.25% 25/02/2022	€104,000	96	0.09
Pfizer 0.25% 06/03/2022	€104,000	94	0.09
Mastercard 1.1% 01/12/2022	€105,000	98	0.09

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value €000's	% of net assets
United States of America (continued)			
Ford Motor Credit 1.514% 17/02/2023	€100,000	90	0.08
Honeywell International 1.3% 22/02/2023	€105,000	99	0.09
American International Group 1.5% 08/06/2023	€117,000	109	0.10
AT&T 1.05% 05/09/2023	€250,000	232	0.22
McDonald's 0.625% 29/01/2024	€100,000	92	0.09
Verizon Communications 1.625% 01/03/2024	€281,000	271	0.26
International Flavors & Fragrances 1.75% 14/03/2024	€105,000	101	0.09
AbbVie 1.375% 17/05/2024	€100,000	94	0.09
Goldman Sachs Group 2.125% 30/09/2024	€100,000	97	0.09
Thermo Fisher Scientific 2% 15/04/2025	€100,000	98	0.09
Oracle 3.125% 10/07/2025	€100,000	106	0.10
United Parcel Service 1.625% 15/11/2025	€188,000	183	0.17
Digital Euro Finco REIT 2.5% 16/01/2026	€210,000	205	0.19
Amgen 2% 25/02/2026	€105,000	104	0.10
Liberty Mutual Group 2.75% 04/05/2026	€105,000	104	0.10
American Tower REIT 1.95% 22/05/2026	€117,000	112	0.11
Eli Lilly 1.625% 02/06/2026	€100,000	98	0.09
Morgan Stanley FRN 1.342% 23/10/2026	€241,000	225	0.21
JPMorgan Chase 1.5% 29/10/2026	€205,000	198	0.19
Walgreens Boots Alliance 2.125% 20/11/2026	€100,000	96	0.09
FedEx 1.625% 11/01/2027	€100,000	95	0.09
Mondelez International 1.625% 08/03/2027	€205,000	196	0.18
Procter & Gamble 4.875% 11/05/2027	€200,000	244	0.23
Bank of America FRN 1.662% 25/04/2028	€158,000	151	0.14
Kraft Heinz Foods 2.25% 25/05/2028	€105,000	101	0.09
Goldman Sachs Group 2% 01/11/2028	€105,000	102	0.10
Citigroup 1.25% 10/04/2029	€235,000	218	0.20
Apple 1.375% 24/05/2029	€205,000	200	0.19

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
Walmart 4.875% 21/09/2029	€50,000	64	0.06
Eli Lilly 2.125% 03/06/2030	€100,000	104	0.10
AT&T 3.15% 04/09/2036	€100,000	101	0.10
		5,331	5.02
Corporate Bonds total			
		26,064	24.56
Swaps 0.00% (0.00%)			
Commodity Index Swap J.P.Morgan Pay 0.08% Receive USBCOMF3.CI 30/08/2019	USD 345,470	2	0.00
Swaps total		2	0.00
Contracts for Difference (0.01)% ((0.05)%)			
Argentina 0.01% (0.00%)			
Banco Macro ADR	221	3	0.01
YPF ADR	833	2	0.00
		5	0.01
Australia 0.00% (0.01%)			
Aetna	343	1	0.00
AGL Energy	3,720	0	0.00
Alumina	41,443	(2)	0.00
AMP	(37,889)	0	0.00
BlueScope Steel	3,599	2	0.00
Boral	(5,772)	1	0.00
CIMIC Group	2,479	0	0.00
CSL	(538)	(2)	0.00
Fortescue Metals Group	5,841	3	0.01
Lendlease Group	(7,159)	(1)	0.00
Medibank	32,718	2	0.00
QBE Insurance Group	(4,836)	0	0.00
South32	24,496	(1)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Australia (continued)			
Tabcorp Holdings	(12,421)	0	0.00
Telstra	19,133	1	0.00
Transurban Group	(1,932)	1	0.00
Treasury Wine Estates	(5,885)	0	0.00
WorleyParsons	(5,136)	(3)	(0.01)
		2	0.00
Austria 0.00% ((0.01)%)			
ANDRITZ	(1,121)	(1)	0.00
Raiffeisen Bank International	1,774	0	0.00
voestalpine	688	1	0.00
		0	0.00
Belgium (0.01)% (0.00%)			
Ageas	(1,348)	(2)	0.00
Umicore	(2,623)	(3)	(0.01)
		(5)	(0.01)
Bermuda 0.00% (0.00%)			
Alibaba Health Information Technology	(22,000)	0	0.00
Alibaba Pictures Group	(240,000)	(1)	0.00
Axis Capital Holdings	(1,333)	1	0.00
Beijing Enterprises Water Group	(94,000)	(3)	0.00
Brilliance China Automotive Holdings	(24,000)	(1)	0.00
Bunge	(1,400)	0	0.00
China Gas Holdings	(15,200)	(4)	(0.01)
China Oriental Group	40,000	1	0.00
China Resources Gas Group	8,000	1	0.00
Credicorp	(204)	(1)	0.00
HengTen Networks Group	416,000	0	0.00
IHS Markit	(588)	(2)	0.00
Kerry Properties	8,500	1	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Bermuda (continued)			
Norwegian Cruise Line Holdings	387	0	0.00
NWS Holdings	18,000	1	0.01
Shangri-La Asia	24,000	1	0.00
		(6)	0.00
Brazil 0.01% ((0.01)%)			
BB Seguridade Participacoes	9,600	2	0.00
Braskem A	3,400	1	0.00
CCR	17,300	0	0.00
Cia de Saneamento Basico do Estado de Sao Paulo	2,100	0	0.00
Cielo	25,000	0	0.00
Cosan	1,700	(1)	0.00
Energisa	(2,300)	(1)	0.00
Itausa – Investimentos Itau	18,200	3	0.00
Localiza Rent a Car	(4,400)	(2)	0.00
Petrobras Distribuidora	3,300	0	0.00
Qualicorp Consultoria e Corretora de Seguros	13,600	7	0.01
		9	0.01
Canada 0.01% ((0.02)%)			
AltaGas	(4,418)	(1)	0.00
Bausch Health	1,591	4	0.01
BlackBerry	(5,414)	3	0.00
Bombardier	(40,121)	(2)	0.00
Dunelm Group	(3,998)	(4)	(0.01)
Element Fleet Management	(5,965)	1	0.00
Fairfax Financial Holdings	(164)	(1)	0.00
Greggs	(13,677)	0	0.00
Kirkland Lake Gold	949	4	0.01
Manulife Financial	2,979	0	0.00
McKesson	(1,588)	1	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Canada (continued)			
Methanex	1,510	1	0.00
Ronshine China Holdings	(913)	(3)	0.00
Shopify	(159)	1	0.00
Teck Resources B	1,269	1	0.00
West Fraser Timber	669	2	0.00
		7	0.01
Cayman Islands 0.01% (0.00%)			
AAC Technologies Holdings	1,500	0	0.00
BeiGene ADR	(534)	(1)	0.00
China Aoyuan Group	25,000	3	0.01
China Evergrande Group	6,000	0	0.00
China Resources Cement Holdings	36,000	1	0.00
China State Construction International Holdings	(52,000)	0	0.00
CIFI Holdings Group	(52,000)	(1)	0.00
CK Asset Holdings	4,500	1	0.00
GDS Holdings ADR	(1,351)	(3)	(0.01)
Genscript Biotech	10,000	2	0.00
Hutchison China MediTech ADR	(651)	3	0.00
iQIYI ADR	(1,197)	(3)	0.00
Kaisa Group Holdings	87,000	3	0.00
KWG Group Holdings	(30,000)	1	0.00
Longfor Group Holdings	17,500	1	0.00
Melco Resorts & Entertainment ADR	1,014	2	0.00
MGM China Holdings	(23,200)	(2)	0.00
New Oriental Education & Technology Group ADR	258	1	0.00
Sands China	17,200	0	0.00
Sunac China Holdings	7,000	2	0.00
Sunny Optical Technology Group	(1,900)	(1)	0.00
TAL Education Group ADR	(1,124)	(2)	0.00
Tingyi Cayman Islands Holding	22,000	1	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Cayman Islands (continued)			
Vipshop Holdings ADR	4,673	5	0.01
WH Group	43,000	1	0.00
Wuxi Biologics Cayman	(3,500)	1	0.00
Wynn Macau	36,000	4	0.01
Xinyi Solar Holdings	(58,000)	0	0.00
Yihai International Holding	(4,000)	0	0.00
Yuzhou Properties	46,000	(1)	0.00
Zhen Ding Technology Holding	15,000	2	0.00
ZTO Express Cayman ADR	(3,581)	(4)	(0.01)
		16	0.01
China 0.01% ((0.04)%)			
Air China H	42,000	3	0.01
Angang Steel	28,000	0	0.00
Anhui Conch Cement H	4,000	1	0.00
BAIC Motor H	73,500	2	0.00
BBMG	(54,000)	(1)	0.00
China Cinda Asset Management H	113,000	0	0.00
China Communications Construction	(32,000)	0	0.00
China Eastern Airlines	54,000	2	0.00
China Galaxy Securities	(78,000)	(3)	(0.01)
China International Capital	(4,000)	0	0.00
China National Building Material	66,000	5	0.01
China Oilfield Services	(32,000)	(2)	0.00
China Pacific Insurance Group H	14,000	2	0.00
China Railway Construction	(40,500)	0	0.00
China Railway Group H	(11,000)	0	0.00
Chongqing Rural Commercial Bank H	41,000	1	0.00
Great Wall Motor H	51,500	(1)	0.00
Guangzhou R&F Properties	(16,400)	(2)	0.00
Haitong Securities	(23,600)	(2)	0.00
Huaneng Renewables	102,000	0	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
China (continued)			
Maanshan Iron & Steel H	112,000	(2)	0.00
New China Life Insurance	4,700	1	0.00
People's Insurance Co Group of China	(65,000)	0	0.00
Shanghai Pharmaceuticals Holding H	(10,800)	0	0.00
Sinopharm Group	(20,000)	0	0.00
Sinotrans H	(25,000)	0	0.00
TravelSky Technology H	(11,000)	0	0.00
Weichai Power H	29,000	2	0.00
		6	0.01
Czech Republic 0.00% (0.00%)			
CEZ	(1,533)	(1)	0.00
		(1)	0.00
Denmark 0.01% ((0.01)%)			
AP Moller – Maersk B	60	6	0.01
Carlsberg B	596	(2)	0.00
Coloplast B	535	0	0.00
Genmab	(364)	0	0.00
H Lundbeck	1,883	0	0.00
Novo Nordisk B	1,580	0	0.00
Orsted A	(912)	0	0.00
Pandora	2,357	1	0.00
		5	0.01
Finland 0.00% (0.00%)			
Nokia	(14,349)	1	0.00
		1	0.00
France 0.00% (0.02%)			
Accor	(1,923)	(6)	(0.01)
Alstom	(1,396)	2	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
France (continued)			
Atos	258	1	0.00
Bolloré	(8,201)	0	0.00
Bouygues	2,214	1	0.00
Dassault Aviation	34	1	0.00
Edenred	(452)	(1)	0.00
Electricité de France	5,406	(6)	(0.01)
Faurecia	791	4	0.01
Getlink	(4,974)	0	0.00
Iliad	(490)	1	0.00
Natixis	9,504	1	0.00
Peugeot	2,840	2	0.00
Remy Cointreau	(432)	(2)	0.00
Renault	(641)	(1)	0.00
Sartorius Stedim Biotech	(311)	(3)	0.00
Société BIC	345	0	0.00
Teleperformance	(358)	0	0.00
Valeo	727	3	0.01
		(3)	0.00
Germany (0.02)% (0.02%)			
1&1 Drillisch	(1,536)	(3)	0.00
Allianz	332	1	0.00
Commerzbank	(5,643)	0	0.00
Covestro	1,621	3	0.00
Daimler	(1,335)	(1)	0.00
Delivery Hero	(1,505)	(3)	0.00
Deutsche Bank	(5,549)	(3)	0.00
Deutsche Lufthansa	3,594	(5)	(0.01)
Deutsche Wohnen	(816)	2	0.00
Fresenius	828	1	0.00
GEA Group	(1,323)	0	0.00
HOCHTIEF	432	0	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Germany (continued)			
Porsche Automobil Holding	(1,096)	0	0.00
ProSiebenSat.1 Media	4,784	(5)	(0.01)
Puma	(730)	(2)	0.00
Sartorius	(170)	(1)	0.00
Schaeffler	5,699	0	0.00
Symrise	(716)	3	0.00
thyssenkrupp	(5,734)	(4)	(0.01)
United Internet	(1,399)	3	0.01
Zalando	(376)	0	0.00
		(14)	(0.02)
Hong Kong (0.01)% (0.00%)			
BYD Electronic International	20,500	0	0.00
China Agri-Industries Holdings	(27,000)	0	0.00
China Everbright International	(57,000)	0	0.00
China Overseas Land & Investment	(16,000)	(2)	0.00
Henderson Land Development	(13,300)	(5)	(0.01)
Hua Hong Semiconductor	(12,000)	(1)	0.00
MMG	96,000	2	0.00
Sino Land	(30,000)	0	0.00
Sinotruk Hong Kong	15,000	(2)	0.00
Sun Art Retail Group	17,500	1	0.00
		(7)	(0.01)
Ireland 0.01% (0.01%)			
AIB Group	7,486	0	0.00
James Hardie Industries CDI	(2,386)	0	0.00
Kerry Group A	(509)	1	0.00
Pentair	1,805	2	0.00
Seagate Technology	1,126	2	0.01
Smurfit Kappa Group	1,338	1	0.00
		6	0.01

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Israel (0.01)% (0.00%)			
Bank Hapoalim	(11,066)	(2)	0.00
Bank Leumi Le-Israel	(11,695)	(2)	(0.01)
Nice	(328)	1	0.00
Teva Pharmaceutical Industries ADR	2,266	0	0.00
		(3)	(0.01)
Italy 0.01% ((0.01)%)			
Assicurazioni Generali	4,235	2	0.00
Atlantia	(1,324)	0	0.00
Davide Campari-Milano	(6,632)	1	0.00
Mediobanca Banca di Credito Finanziario	4,901	2	0.00
Poste Italiane	7,655	0	0.00
Prysmian	(1,808)	(3)	0.00
Snam	(15,191)	6	0.01
Telecom Italia	26,280	1	0.00
UniCredit	3,503	1	0.00
		10	0.01
Japan (0.03)% (0.02%)			
Aeon	2,300	0	0.00
Aeon Mall	3,200	0	0.00
Aisin Seiki	700	0	0.00
Alps Alpine	2,200	0	0.00
ANA Holdings	1,800	(1)	0.00
Asahi Intecc	(2,200)	1	0.00
Astellas Pharma	5,700	2	0.00
Bank of Kyoto	(1,200)	1	0.00
Brother Industries	3,900	4	0.01
Canon	2,400	1	0.00
Chiba Bank	(5,800)	0	0.00
Concordia Financial Group	(5,800)	0	0.00
Credit Saison	(1,900)	0	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Japan (continued)			
Daifuku	(1,500)	(4)	(0.01)
Daito Trust Construction	400	(1)	0.00
Fast Retailing	(100)	(1)	0.00
FUJIFILM Holdings	900	1	0.00
Fukuoka Financial Group	(1,400)	0	0.00
GMO Payment Gateway	(1,100)	(4)	(0.01)
Hisamitsu Pharmaceutical	(1,000)	1	0.00
Hitachi	1,400	1	0.00
Hitachi Chemical	(900)	1	0.00
Hitachi Construction Machinery	(3,100)	(3)	0.00
Hitachi High-Technologies	(1,100)	(1)	0.00
Hitachi Metals	(5,900)	(1)	0.00
Iida Group Holdings	(3,200)	0	0.00
Japan Airlines	2,500	(1)	0.00
Japan Airport Terminal	(1,500)	(4)	(0.01)
JGC	(6,000)	(3)	0.00
JSR	(2,500)	(1)	0.00
JTEKT	3,800	2	0.01
Kajima	2,800	(1)	0.00
Kakaku.com	3,500	0	0.00
Kansai Electric Power	4,300	(1)	0.00
Kansai Paint	(3,700)	(3)	0.00
Kao	600	(1)	0.00
Keihan Holdings	600	(1)	0.00
Keyence	(100)	(3)	0.00
Kirin Holdings	1,800	1	0.00
Kobayashi Pharmaceutical	(600)	2	0.00
Komatsu	(2,100)	(2)	0.00
Kose	(400)	(1)	0.00
Kubota	(3,300)	(2)	0.00
Kyushu Financial Group	(4,500)	0	0.00
Lawson	1,200	1	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Japan (continued)			
M3	(4,300)	2	0.00
Makita	(2,100)	1	0.00
Marubeni	7,600	1	0.00
Marui Group	(2,300)	1	0.00
Maruichi Steel Tube	(900)	(1)	0.00
MINEBEA MITSUMI	1,900	2	0.00
MISUMI Group	(1,400)	(1)	0.00
Mitsubishi Chemical Holdings	5,600	1	0.00
Mitsubishi Estate	2,000	(1)	0.00
Mitsubishi Heavy Industries	1,800	0	0.00
Mixi	2,300	(1)	0.00
Murata Manufacturing	(200)	0	0.00
Nabtesco	(1,600)	(2)	0.00
NGK Spark Plug	(3,500)	(2)	0.00
Nikon	3,800	0	0.00
Nintendo	(100)	0	0.00
Nippon Electric Glass	2,100	1	0.00
Nippon Paint Holdings	(1,100)	1	0.00
Nippon Telegraph & Telephone	1,700	0	0.00
Nissan Motor	11,000	1	0.00
Nomura Holdings	(22,100)	(4)	(0.01)
Nomura Real Estate Holdings	800	0	0.00
NTT Data	4,600	4	0.01
NTT DOCOMO	2,600	0	0.00
Obic	(300)	1	0.00
Ono Pharmaceutical	(1,700)	0	0.00
ORIX	600	0	0.00
Park24	2,700	5	0.01
Persol Holdings	(1,900)	(2)	0.00
Pola Orbis Holdings	1,500	0	0.00
Renesas Electronics	(4,900)	(1)	0.00
Resona Holdings	10,100	(1)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Japan (continued)			
Rohm	(400)	(1)	0.00
Ryohin Keikaku	(200)	(1)	0.00
SBI Holdings	(2,100)	(3)	(0.01)
Sega Sammy Holdings	(3,600)	(1)	0.00
Seiko Epson	2,700	1	0.00
Sekisui House	4,600	0	0.00
Seven Bank	(22,100)	0	0.00
Shimadzu	(500)	0	0.00
Shimamura	(400)	1	0.00
Shionogi	1,400	1	0.00
Shiseido	(800)	1	0.00
Shizuoka Bank	(2,600)	1	0.00
Showa Denko KK	1,400	0	0.00
SMC	(100)	(3)	0.00
SoftBank Group	(1,700)	(6)	(0.01)
Sohgo Security Services	(1,200)	2	0.00
Sony	1,100	2	0.01
Sony Financial Holdings	2,100	1	0.00
SUMCO	3,000	2	0.00
Sumitomo	1,700	0	0.00
Sumitomo Dainippon Pharma	(1,500)	0	0.00
Sumitomo Metal Mining	(2,600)	(6)	(0.01)
Sumitomo Rubber Industries	2,900	0	0.00
Suzuken	900	(3)	0.00
Sysmex	(700)	3	0.01
Taisei	(1,200)	1	0.00
Takashimaya	3,000	1	0.00
Tohoku Electric Power	2,200	1	0.00
Tokyo Electric Power Co. Holdings	8,100	(1)	0.00
Toshiba	(800)	1	0.00
TOTO	(700)	(1)	0.00
Toyota Industries	(1,300)	(1)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Japan (continued)			
Tsuruha Holdings	(900)	(6)	(0.01)
Unicharm	2,700	(1)	0.00
Welcia Holdings	(1,000)	(2)	0.00
West Japan Railway	500	0	0.00
Yamaha	(700)	0	0.00
Yamaha Motor	(3,700)	0	0.00
Yaskawa Electric	(2,000)	(6)	(0.01)
Yokohama Rubber	1,500	0	0.00
		(39)	(0.03)
Jersey 0.00% (0.00%)			
Glencore	17,786	2	0.00
		2	0.00
Luxembourg 0.00% (0.00%)			
Aroundtown	(930)	1	0.00
Globant	(297)	0	0.00
PLAY Communications	3,607	(1)	0.00
Tenaris	(6,088)	(3)	0.00
		(3)	0.00
Mauritius 0.00% (0.00%)			
Golden Agri-Resources	86,900	1	0.00
		1	0.00
Mexico 0.00% (0.00%)			
Grupo Aeroportuario del Pacifico B	2,600	1	0.00
Grupo Financiero Banorte O	2,900	0	0.00
Grupo Mexico	5,200	0	0.00
Grupo Televisa ADR	2,141	(1)	0.00
		0	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Netherlands 0.00% ((0.03)%)			
ABN AMRO Group CVA	1,656	0	0.00
Aegon	(16,478)	(5)	(0.01)
AerCap Holdings	1,600	5	0.01
Airbus	(430)	(1)	0.00
ASML Holding	(238)	(2)	0.00
Fiat Chrysler Automobiles	5,405	2	0.00
LyondellBasell Industries A	920	3	0.00
NN Group	(2,023)	(1)	0.00
Unilever CVA	1,247	(1)	0.00
X5 Retail Group GDR	1,729	3	0.00
		3	0.00
New Zealand 0.00% (0.00%)			
Auckland International Airport	(6,760)	(4)	0.00
Fletcher Building	(5,552)	1	0.00
		(3)	0.00
Norway 0.00% (0.00%)			
Gjensidige Forsikring	(3,047)	1	0.00
Yara International	(1,203)	0	0.00
		1	0.00
Peru 0.00% (0.00%)			
Cia de Minas Buenaventura ADR	(2,313)	(2)	0.00
		(2)	0.00
Poland 0.00% (0.00%)			
CCC	595	2	0.00
CD Projekt	(292)	(1)	0.00
Jastrzebska Spolka Weglowa	1,347	0	0.00
		1	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Portugal 0.00% (0.00%)			
EDP – Energias de Portugal	20,512	(2)	0.00
		(2)	0.00
Singapore (0.01)% (0.00%)			
City Developments	(9,400)	(4)	0.00
ComfortDelGro	10,100	1	0.00
Flex	(8,535)	0	0.00
Genting Singapore	74,700	2	0.00
Jardine Cycle & Carriage	2,000	1	0.00
Singapore Telecommunications	(31,600)	(4)	(0.01)
		(4)	(0.01)
South Africa 0.00% (0.02%)			
Aspen Pharmacare Holdings	5,262	0	0.00
Bidvest Group	2,715	(2)	(0.01)
Capitec Bank Holdings	327	0	0.00
Coronation Fund Managers	6,402	(1)	0.00
Foschini Group	1,623	1	0.00
Kumba Iron Ore	1,643	3	0.01
Mr Price Group	3,509	(1)	0.00
Netcare	17,555	0	0.00
RMB Holdings	7,463	1	0.00
Standard Bank Group	1,821	0	0.00
Truworths International	11,927	(2)	0.00
		(1)	0.00
South Korea (0.01)% ((0.02)%)			
Amorepacific	(63)	0	0.00
CJ CheilJedang	(203)	(2)	0.00
CJ Logistics	(303)	3	0.00
Daelim Industrial	501	0	0.00
Daewoo Engineering & Construction	(5,193)	(1)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
South Korea (continued)			
Daewoo Shipbuilding & Marine Engineering	1,330	4	0.00
GS Engineering & Construction	324	0	0.00
Hanmi Pharm	(115)	(1)	0.00
Hyundai Heavy Industries	(321)	(1)	0.00
Korea Aerospace Industries	660	0	0.00
Korea Zinc	(106)	(2)	0.00
Korean Air Lines	2,800	(5)	(0.01)
LG Chem	(133)	(2)	0.00
LG Electronics	847	1	0.00
Lotte	(704)	(1)	0.00
Samsung Engineering	4,021	3	0.00
Samsung SDI	(158)	(1)	0.00
SK Holdings	242	0	0.00
SK Hynix	1,074	4	0.01
SK Innovation	(245)	0	0.00
S-Oil	(998)	(3)	(0.01)
Yuhan	(147)	0	0.00
		(4)	(0.01)
Spain (0.01)% (0.01%)			
ACS Actividades de Construcción y Servicios	1,912	(4)	(0.01)
Banco de Sabadell	(62,898)	2	0.00
Cellnex Telecom	(1,359)	(1)	0.00
Ferrovial	(1,342)	(1)	0.00
Grifols	(416)	0	0.00
Naturgy Energy Group	1,945	(3)	0.00
Siemens Gamesa Renewable Energy	(4,535)	(1)	0.00
		(8)	(0.01)
Sweden 0.00% ((0.01)%)			
Boliden	2,705	2	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Sweden (continued)			
Essity B	2,085	(1)	0.00
Husqvarna B	(6,668)	(1)	0.00
Kinnevik B	(2,633)	1	0.00
SKF B	3,107	3	0.01
Swedish Match	1,745	(5)	(0.01)
Volvo B	2,736	2	0.00
		1	0.00
Switzerland 0.00% (0.00%)			
Cie Financiere Richemont	(616)	(2)	0.00
Givaudan	(11)	0	0.00
Partners Group Holding	87	3	0.00
Temenos	207	0	0.00
Vifor Pharma	(553)	0	0.00
		1	0.00
Taiwan 0.00% ((0.02)%)			
Asia Cement	(11,000)	(1)	0.00
Cathay Financial Holding	(47,000)	(2)	0.00
Chunghwa Telecom	(11,000)	0	0.00
Compal Electronics	(51,000)	(1)	0.00
Feng TAY Enterprise	3,000	0	0.00
Formosa Chemicals & Fibre	(2,000)	0	0.00
Fubon Financial Holding C	(26,000)	(1)	0.00
Globalwafers	6,000	2	0.00
Hon Hai Precision Industry	(20,000)	(3)	0.00
Innolux	158,000	1	0.00
MediaTek	(7,000)	(1)	0.00
Pegatron	(31,000)	(2)	0.00
Powertech Technology	15,000	0	0.00
Shin Kong Financial Holding	(175,000)	(3)	(0.01)
United Microelectronics	100,000	2	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Taiwan (continued)			
Walsin Technology	7,000	3	0.01
Yageo	6,000	2	0.00
		(4)	0.00
Turkey 0.00% (0.02%)			
United Kingdom (0.01)% (0.01%)			
3i Group	4,255	3	0.00
Admiral Group	2,887	3	0.00
Anglo American	2,639	5	0.01
AstraZeneca	(893)	(4)	(0.01)
Auto Trader Group	10,775	(4)	(0.01)
Babcock International Group	9,941	(2)	0.00
Barclays	(34,919)	1	0.00
BHP Group	3,202	4	0.01
Centrica	71,408	(5)	(0.01)
Croda International	(118)	0	0.00
Evrast	9,901	3	0.00
Hargreaves Lansdown	2,728	0	0.00
Imperial Brands	1,906	(3)	0.00
Informa	(7,755)	(2)	0.00
John Wood Group	(3,163)	(1)	0.00
Johnson Matthey	(816)	(2)	0.00
Liberty Global A	2,924	1	0.00
London Stock Exchange Group	(114)	0	0.00
Marks & Spencer Group	17,757	(2)	0.00
Mediclinic International	7,979	0	0.00
Micro Focus International	1,087	1	0.00
Nielsen Holdings	2,681	(2)	0.00
NMC Health	(1,483)	(1)	0.00
Reckitt Benckiser Group	(628)	2	0.00
Rolls-Royce Holdings	5,011	(4)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United Kingdom (continued)			
Royal Bank of Scotland Group	(23,771)	(1)	0.00
Standard Chartered	(9,108)	(1)	0.00
Weir Group	(2,267)	(1)	0.00
Whitbread	(142)	0	0.00
		(12)	(0.01)
United States of America 0.03% ((0.01)%)			
Advanced Micro Devices	(2,639)	3	0.01
AES	4,839	0	0.00
Albemarle	(564)	0	0.00
Align Technology	99	(3)	0.00
Alleghany	(102)	0	0.00
Alliance Data Systems	539	0	0.00
Alliant Energy	(1,245)	0	0.00
Alnylam Pharmaceuticals	(796)	(1)	0.00
Amerco	(21)	0	0.00
American International Group	(1,501)	0	0.00
Ameriprise Financial	357	(1)	0.00
AmerisourceBergen	187	0	0.00
Archer-Daniels-Midland	(1,977)	(1)	0.00
Arconic	(2,237)	(4)	(0.01)
Baker Hughes a GE	(2,352)	(3)	0.00
Best Buy	370	1	0.00
Biogen	52	0	0.00
Boeing	171	0	0.00
Boston Scientific	(509)	(1)	0.00
Brighthouse Financial	1,336	(1)	0.00
Campbell Soup	689	(1)	0.00
Cardinal Health	1,710	4	0.01
CarMax	(886)	(5)	(0.01)
Cboe Global Markets	(711)	3	0.00
CBS	(1,027)	(1)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
CenterPoint Energy	(270)	0	0.00
CenturyLink	4,471	4	0.01
CF Industries Holdings	1,658	3	0.00
Chemours	2,105	(1)	0.00
Chipotle Mexican Grill	(29)	(1)	0.00
Church & Dwight	(631)	2	0.00
Cigna	(51)	0	0.00
CME Group	(171)	1	0.00
Comerica	672	1	0.00
Conagra Brands	(751)	1	0.00
Cooper	(85)	(1)	0.00
CoStar Group	(137)	(1)	0.00
Crown Holdings	(1,087)	(2)	0.00
Cummins	310	2	0.00
DaVita	595	4	0.01
Deere	(352)	(3)	(0.01)
Delta Air Lines	1,108	1	0.00
DexCom	(410)	(7)	(0.01)
Discovery A	1,001	2	0.00
Dollar Tree	(272)	(1)	0.00
DR Horton	(1,232)	2	0.00
DuPont de Nemours	(381)	0	0.00
Facebook A	146	2	0.00
Fidelity National Financial	1,985	1	0.00
Fifth Third Bancorp	2,072	1	0.00
First Republic Bank	(818)	(1)	0.00
FMC	(758)	(1)	0.00
Ford Motor	5,542	1	0.00
Fortinet	471	1	0.00
Fortive	(621)	(1)	0.00
Freeport-McMoRan	4,147	3	0.00
Gartner	(371)	(1)	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
GrubHub	(638)	(7)	(0.01)
H&R Block	2,291	4	0.01
HCA Healthcare	585	3	0.00
Hewlett Packard Enterprise	2,800	1	0.00
Hilton Worldwide Holdings	(599)	(2)	0.00
HP	2,964	2	0.00
Humana	(219)	(3)	0.00
International Business Machines	175	0	0.00
International Flavors & Fragrances	(258)	1	0.00
International Paper	191	0	0.00
Intuit	306	1	0.00
Ionis Pharmaceuticals	127	0	0.00
IPG Photonics	(238)	(4)	(0.01)
Jacobs Engineering Group	(475)	(2)	0.00
Kimberly-Clark	499	(1)	0.00
KKR	(349)	0	0.00
Knight-Swift Transportation Holdings	(2,097)	(3)	0.00
Kohl's	1,199	0	0.00
Kroger	2,177	(4)	(0.01)
L Brands	1,551	4	0.01
Lam Research	253	1	0.00
Las Vegas Sands	464	0	0.00
Liberty Broadband	(621)	(1)	0.00
Liberty Media Corp-Liberty Formula One C	(1,242)	0	0.00
Lincoln National	(1,274)	(1)	0.00
LKQ	(2,008)	0	0.00
Lululemon Athletica	196	1	0.00
Marriott International A	(67)	0	0.00
Martin Marietta Materials	(255)	(1)	0.00
Mattel	(4,245)	0	0.00
McKesson	508	1	0.00
MercadoLibre	(69)	0	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
MetLife	805	1	0.00
Micron Technology	2,103	7	0.01
Middleby	(589)	(1)	0.00
Molson Coors Brewing B	1,206	0	0.00
MongoDB	(350)	5	0.01
Monster Beverage	851	1	0.00
Netflix	(217)	(1)	0.00
NiSource	(2,413)	(1)	0.00
Nordstrom	1,228	0	0.00
NRG Energy	2,202	1	0.00
Owens Corning	813	5	0.01
PACCAR	939	1	0.00
People's United Financial	(2,173)	(1)	0.00
Philip Morris International	975	1	0.00
Plains GP Holdings A	2,788	3	0.00
Principal Financial Group	516	1	0.00
Progressive	967	(2)	0.00
Prudential Financial	678	1	0.00
PulteGroup	2,091	(2)	0.00
Regions Financial	4,399	2	0.00
Robert Half International	1,314	2	0.00
Sabre	2,407	1	0.00
Seattle Genetics	(497)	1	0.00
Sirius XM Holdings	8,704	1	0.00
Snap	(2,892)	1	0.00
Southwest Airlines	776	(1)	0.00
Splunk	(373)	(3)	(0.01)
Square A	(563)	(1)	0.00
SS&C Technologies Holdings	(972)	1	0.00
Steel Dynamics	1,922	6	0.01
Stericycle	(1,344)	(3)	0.00
Targa Resources	(391)	0	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
United States of America (continued)			
Tesla	(186)	(1)	0.00
T-Mobile US	(596)	1	0.00
TransDigm Group	(34)	0	0.00
TransUnion	(971)	(2)	0.00
TripAdvisor	538	0	0.00
Twitter	(580)	1	0.00
UGI	892	0	0.00
United Continental Holdings	842	2	0.00
United Rentals	621	4	0.01
Viacom B	1,276	1	0.00
Vistra Energy	3,249	(3)	(0.01)
Vulcan Materials	(359)	(1)	0.00
Wabtec	(941)	(2)	0.00
Walgreens Boots Alliance	479	1	0.00
Wayfair	(325)	2	0.00
Western Digital	905	7	0.01
Westlake Chemical	358	2	0.00
Westrock	1,176	0	0.00
Whirlpool	166	2	0.00
Worldpay	(283)	0	0.00
Xerox	359	0	0.00
Zillow Group	(1,732)	0	0.00
		30	0.03
Contracts for Difference total		(14)	(0.01)
Forward Foreign Currency Contracts (0.52)% ((0.41)%)			
Buy AUD 4,291,000 Sell USD 2,997,607 30/07/2019	AUD 4,291,000	9	0.01
Buy BRL 13,370,000 Sell USD 3,482,774 02/07/2019	BRL 13,370,000	13	0.01
Buy CAD 7,910,000 Sell USD 6,017,795 30/07/2019	CAD 7,910,000	22	0.02
Buy CHF 5,850,000 Sell USD 6,014,557 30/07/2019	CHF 5,850,000	2	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Forward Foreign Currency Contracts (continued)			
Buy CLP 1,642,000,000 Sell USD 2,416,483 30/07/2019	CLP 1,642,000,000	(2)	0.00
Buy COP 17,483,380,000 Sell USD 5,473,734 30/07/2019	COP 17,483,380,000	(16)	(0.02)
Buy CZK 55,356,000 Sell USD 2,466,684 30/07/2019	CZK 55,356,000	9	0.01
Buy HUF 1,534,650,000 Sell USD 5,401,054 30/07/2019	HUF 1,534,650,000	4	0.00
Buy IDR 82,167,000,000 Sell USD 5,788,688 30/07/2019	IDR 82,167,000,000	6	0.00
Buy ILS 10,821,000 Sell USD 3,013,359 30/07/2019	ILS 10,821,000	20	0.02
Buy JPY 896,566,000 Sell USD 8,392,430 30/07/2019	JPY 896,566,000	(37)	(0.04)
Buy KRW 126,220,000 Sell USD 109,286 30/07/2019	KRW 126,220,000	0	0.00
Buy MXN 7,420,000 Sell USD 384,914 30/07/2019	MXN 7,420,000	0	0.00
Buy MYR 12,296,000 Sell USD 2,974,359 30/07/2019	MYR 12,296,000	0	0.00
Buy PHP 125,015,000 Sell USD 2,424,640 30/07/2019	PHP 125,015,000	8	0.01
Buy PLN 20,288,000 Sell USD 5,433,411 30/07/2019	PLN 20,288,000	3	0.00
Buy RUB 367,948,000 Sell USD 5,819,489 30/07/2019	RUB 367,948,000	(5)	0.00
Buy SGD 2,908,000 Sell USD 2,127,539 08/08/2019	SGD 2,908,000	18	0.03
Buy TWD 3,118,000 Sell USD 100,795 30/07/2019	TWD 3,118,000	0	0.00
Buy USD 5,417,812 Sell AUD 7,778,000 30/07/2019	USD 5,417,812	(29)	(0.03)
Buy USD 3,362,306 Sell BRL 13,370,000 02/07/2019	USD 3,362,306	(109)	(0.10)
Buy USD 5,743,453 Sell BRL 22,112,000 02/08/2019	USD 5,743,453	(23)	(0.02)
Buy USD 9,144,395 Sell CAD 12,038,000 30/07/2019	USD 9,144,395	(45)	(0.04)
Buy USD 3,407,016 Sell CHF 3,314,000 30/07/2019	USD 3,407,016	(1)	0.00
Buy USD 2,996,321 Sell CLP 2,036,000,000 30/07/2019	USD 2,996,321	2	0.00

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Forward Foreign Currency Contracts (continued)			
Buy USD 1,428 Sell CZK 32,000 30/07/2019	USD 1,428	0	0.00
Buy USD 7,843,297 Sell EUR 6,863,000 30/07/2019	USD 7,843,297	10	0.01
Buy USD 386,587 Sell EUR 339,000 30/07/2019	USD 386,587	0	0.00
Buy USD 6,131,918 Sell GBP 4,805,199 30/07/2019	USD 6,131,918	21	0.02
Buy USD 2,781,709 Sell HUF 790,400,000 30/07/2019	USD 2,781,709	(2)	0.00
Buy USD 2,963,884 Sell IDR 42,218,300,000 30/07/2019	USD 2,963,884	(11)	(0.01)
Buy USD 2,816,194 Sell ILS 10,102,000 30/07/2019	USD 2,816,194	(15)	(0.02)
Buy USD 2,995,068 Sell INR 208,900,000 30/07/2019	USD 2,995,068	(14)	(0.01)
Buy USD 5,431,426 Sell JPY 579,442,000 30/07/2019	USD 5,431,426	31	0.03
Buy USD 53,886 Sell KRW 62,300,000 30/07/2019	USD 53,886	0	0.00
Buy USD 76,239 Sell MXN 1,474,000 30/07/2019	USD 76,239	0	0.00
Buy USD 2,962,892 Sell MYR 12,296,000 30/07/2019	USD 2,962,892	(9)	(0.01)
Buy USD 2,440,274 Sell NZD 3,668,000 30/07/2019	USD 2,440,274	(17)	(0.02)
Buy USD 2,991,238 Sell PHP 154,300,000 30/07/2019	USD 2,991,238	(11)	(0.01)
Buy USD 385,550 Sell SEK 3,570,000 30/07/2019	USD 385,550	0	0.00
Buy USD 2,997,047 Sell SGD 4,060,000 30/07/2019	USD 2,997,047	(4)	0.00
Buy USD 2,124,590 Sell SGD 2,908,000 08/08/2019	USD 2,124,590	(21)	(0.02)
Buy USD 3,003,909 Sell THB 92,220,000 30/07/2019	USD 3,003,909	(4)	0.00
Buy USD 386,878 Sell TWD 11,970,000 30/07/2019	USD 386,878	0	0.00
Buy USD 12,889 Sell TWD 400,000 30/07/2019	USD 12,889	0	0.00
Buy USD 5,491,936 Sell ZAR 78,809,000 30/07/2019	USD 5,491,936	(35)	(0.04)

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Forward Foreign Currency Contracts (continued)			
Buy ZAR 5,470,000 Sell USD 384,444 30/07/2019	ZAR 5,470,000	0	0.00
Buy ZAR 380,000 Sell USD 26,447 30/07/2019	ZAR 380,000	0	0.00
Sell AUD 385,000 Buy GBP 209,948 30/07/2019	AUD (385,000)	(3)	0.00
Sell CAD 523,000 Buy GBP 310,747 30/07/2019	CAD (523,000)	(4)	0.00
Sell CHF 343,000 Buy GBP 276,468 30/07/2019	CHF (343,000)	(1)	0.00
Sell EUR 36,568,000 Buy GBP 32,681,983 30/07/2019	EUR (36,568,000)	(157)	(0.15)
Sell HKD 1,106,000 Buy GBP 110,843 30/07/2019	HKD (1,106,000)	(1)	0.00
Sell JPY 97,380,000 Buy GBP 713,846 30/07/2019	JPY (97,380,000)	1	0.00
Sell USD 36,350,000 Buy GBP 28,457,728 30/07/2019	USD (36,350,000)	(153)	(0.15)
Forward Foreign Currency Contracts total		(550)	(0.52)
Futures 0.45% (0.09%)			
Australia 10 Year Bond September 2019	18	8	0.01
Canada 10 Year Bond September 2019	113	38	0.04
Euro-Bobl September 2019	16	6	0.01
Euro-Bund September 2019	10	12	0.01
Euro-Buxl 30 Year Bond September 2019	3	15	0.01
EURO STOXX 50 Index September 2019	(48)	18	0.02
FTSE 100 Index September 2019	10	8	0.01
Hang Seng Mini Index July 2019	13	5	0.01
Japan 10 Year Bond Mini September 2019	(62)	(17)	(0.02)
Long Gilt September 2019	52	26	0.02
MSCI Emerging Markets Index September 2019	61	(1)	0.00
NASDAQ 100 Emini Index September 2019	4	9	0.01

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Futures (continued)			
OMXS30 Index July 2019	44	9	0.01
Russell 2000 Emini Index September 2019	6	8	0.01
S&P 500 Emini Index September 2019	79	156	0.14
SPI 200 Index September 2019	10	6	0.00
TOPIX Mini Index September 2019	23	0	0.00
US 5 Year Note September 2019	20	17	0.02
US 10 Year Note September 2019	57	79	0.07
US 10 Year Ultra Bond September 2019	87	167	0.16
US Long Bond September 2019	7	17	0.02
US Ultra Bond September 2019	(32)	(114)	(0.11)
Futures total		472	0.45
Portfolio of investments		100,686	94.87
Net other assets		5,447	5.13
Net assets attributable to shareholders		106,133	100.00

The comparative percentage figures in brackets are as at 31 December 2018.

Unless otherwise stated, all securities are admitted to official stock exchange listings or are permitted collective investment schemes.

^ Unlisted, suspended or delisted security.

† A related party to the fund.

Summary of Portfolio Transactions

Largest purchases

For the six months ended 30 June 2019	Cost £000's
Bundesrepublik Deutschland 1% 15/08/2024	25,740
Schroder ISF EURO Corporate Bond Fund I Accumulation EUR [†]	15,967
UK Treasury Bill 0% 23/12/2019	10,559
Schroder ISF Global Equity Fund I Accumulation USD [†]	8,724
UK Treasury Bill 0% 02/09/2019	8,175
UK Treasury Bill 0% 07/10/2019	8,168
UK Treasury Bill 0% 23/09/2019	6,761
UK Treasury Bill 0% 09/12/2019	6,298
Schroder ISF Global High Yield Fund I Accumulation USD [†]	5,734
UK Treasury Bill 0% 04/11/2019	5,532

Largest sales

For the six months ended 30 June 2019	Proceeds £000's
Bundesrepublik Deutschland 1% 15/08/2024	25,703
Schroder ISF EURO Corporate Bond Fund I Accumulation EUR [†]	16,815
UK Treasury Bill 0% 02/09/2019	8,187
Schroder Global Multi-Factor Equity Fund X Accumulation GBP [†]	5,139
UK Treasury Bill 0% 07/01/2019	4,540
UK Treasury Bill 0% 08/07/2019	4,531
UK Treasury Bill 0% 21/01/2019	3,600
UK Treasury Bill 0% 12/08/2019	3,597
UK Treasury Bill 0% 22/07/2019	3,592
UK Treasury Bill 0% 15/07/2019	3,459

[†] A related party to the fund.

Statement of Total Return (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Income		
Net capital gains/(losses)	2,368	(442)
Revenue	265	90
Expenses	(62)	(5)
Net revenue before taxation	203	85
Taxation	(39)	(16)
Net revenue after taxation	164	69
Total return before distributions	2,532	(373)
Distributions	120	3
Change in net assets attributable to shareholders from investment activities	2,652	(370)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the six months ended 30 June 2019

	30.6.19	30.6.18
	£000's	£000's
Opening net assets attributable to shareholders	49,511 ¹	16,860
Amounts receivable on issue of shares	70,406	10,429
Amounts payable on cancellation of shares	(16,437)	(83)
	53,969	10,346
Dilution adjustment	1	0
Change in net assets attributable to shareholders from investment activities	2,652	(370)
Closing net assets attributable to shareholders	106,133	26,836¹

1 The Opening net assets attributable to shareholders for the current period do not equal the Closing net assets attributable to shareholders for the comparative period as they are not consecutive periods.

Balance Sheet (unaudited)

As at 30 June 2019

	30.6.19	31.12.18
	£000's	£000's
Assets		
Investments	102,006	48,812
Current assets		
Debtors	478	13
Cash and bank balances	5,771	2,500
Total assets	108,255	51,325
Liabilities		
Investment liabilities	(1,320)	(1,489)
Creditors		
Bank overdrafts	(274)	(100)
Distributions payable	0	(114)
Other creditors	(528)	(111)
Total liabilities	(2,122)	(1,814)
Net assets attributable to shareholders	106,133	49,511

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder Multi-Asset Total Return Fund are disclosed on page 8.

Securities Financing Transactions

The fund engaged in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs 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), TRSs and CFDs. In accordance with Article 13 of the Regulation, the funds involvement in and exposures related to SFTs, TRSs and CFDs for the accounting period ended 30 June 2019 are detailed below.

Global data

Amount of assets engaged in each type of TRSs and CFDs

The total value of assets engaged in each type of TRSs and CFDs is as follows:

30.6.19	Total outstanding value £000's	% of Net assets
Long position		
TRSs	274	0.26
CFDs	11,330	10.68
Short position		
CFDs	11,345	10.69

Concentration data

Ten largest collateral issuers across all TRSs and CFDs

As at the balance sheet date, there are no collateral securities and commodities received in respect of TRSs and CFDs.

Top ten counterparties

The top ten counterparties (based on gross volume of outstanding transactions) in respect of OTC derivative transactions, as at the balance sheet date are as follows:

TRSs

Counterparty	Total outstanding value £000's
JPMorgan Chase	274

CFDs

Counterparty	Total outstanding value £000's
HSBC	15,480
JPMorgan Chase	7,195

Securities Financing Transactions (continued)

Aggregate transaction data

Type and quality of collateral

As at the balance sheet date, no collateral was received in respect of TRSs and CFDs.

Maturity tenor of collateral

As at the balance sheet date, no collateral was received in respect of TRSs and CFDs.

Currency of collateral

As at the balance sheet date, no collateral was received in respect of TRSs and CFDs.

Maturity tenor of TRSs and CFDs

An analysis of the maturity tenor of TRSs including CFDs, outstanding as at the balance sheet date is as follows:

Maturity tenor	TRSs Long positions £000's	CFDs Long positions £000's	CFDs Short positions £000's
1 to 4 weeks	0	11,330	11,345
1 to 3 months	274	0	0
Total	274	11,330	11,345

The above maturity tenor analysis has been based on the respective transaction contractual maturity date. Open maturity transactions are those transactions that are callable or terminable on a daily basis and includes CFDs.

Country in which counterparties are established

Details of the country of incorporation of counterparties across all TRSs and CFDs, as at the balance sheet date are as follows:

Country	TRSs value £000's	CFDs value £000's	Total value £000's
United Kingdom	274	22,675	22,949

Settlement and clearing

	TRSs Value £000's	CFDs Value £000's
Bilateral	274	22,675

Reuse of collateral

Share of collateral received that is reused and reinvestment return

As at the balance sheet date, no collateral was received in respect of TRSs or CFDs.

Safekeeping of collateral

Collateral received

As at the balance sheet date, no collateral was received in respect of TRSs or CFDs.

Collateral granted

As at the balance sheet date, no collateral was received in respect of TRSs or CFDs.

Securities Financing Transactions (continued)

Return and cost

Gross Return

All returns from TRSs and CFDs transactions accrue to the fund and are not subject to any returns sharing arrangements with the ACD or any other third party. Data on return and cost in respect of TRSs and CFDs transactions during the period are as follows:

	TRSs return* £000's	CFDs return* £000's	% of overall returns
Net interest on TRSs and CFDs	0	29	2.65
Net realised gains	8	1,048	96.35
Net change in unrealised gains	2	9	1.00
Total	10	1,086	100.00

* Expressed in absolute terms.

Fund Information

Investment objective and policy

The Schroder India Equity Fund (the 'fund') aims to provide capital growth by investing in equity and equity related securities of Indian companies.

The Fund invests at least 80% of its assets in equity and equity related securities of Indian companies or companies which have their principal business activities in India. Typically the Fund holds between 30-70 companies.

The Fund may also invest in collective investment schemes, warrants and money market instruments, and hold cash.

The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently.

Financial highlights

Dealing price	28.6.19	7.6.19	% change
L Accumulation shares	49.93p	50.00p	(0.14)
X Accumulation shares	49.95p	50.00p	(0.10)
Z Accumulation shares	49.93p	50.00p	(0.14)

Fund information

Launch date	7 June 2019
Launch price	50.00p per L Accumulation share
	50.00p per X Accumulation share
	50.00p per Z Accumulation share

	Interim	Final
Accounting dates	30 June	31 December ¹
Revenue allocation date		28 February

¹ The first Final Accounting date for the fund will be 31 December 2019.

Fund Information (continued)

Ongoing charges figure

	For the period from 1.7.19	For the period to 30.6.19
L Accumulation shares	1.03% ^{1 2}	0.83% ^{2 3}
X Accumulation shares⁴	0.20% ^{1 2}	0.01% ^{2 3}
Z Accumulation shares	1.10% ^{1 2}	0.91% ^{2 3}

- 1 The Ongoing charges figure is a projected figure based on the latest expenses of these share classes.
- 2 The Audit fee is invoiced directly to the ACD and is therefore not included in the Ongoing charges figure for these share classes.
- 3 The Ongoing charges figure is annualised based on the fees incurred during the accounting period.
- 4 The ACD fee for X Accumulation shares is invoiced directly to shareholders and is therefore not included in the Ongoing charges figure for that share class.

Total purchases and sales

	For the period to 30.6.19 £000's
Total purchases	18,260
Total sales	–

Review of Investment Activities

From 7 June 2019 to 28 June 2019, the price of Z Accumulation shares on a dealing price to dealing price basis fell 0.14%. In comparison, the MSCI India Index generated a net return of 0.10%¹.

Indian equity markets had a relatively news-heavy tepid month in June. Mid and smallcap stocks continued their relative underperformance as against their large cap peers. Geopolitical tensions and trade talks on the international front and slow progress of monsoon on the domestic front are some of the factors that weighed on sentiment. Growth in India has been constrained due to a variety of domestic and international reasons.

The portfolio was in a build-up stage during the month. Financials and Utilities were top sectoral alpha generators whereas consumer discretionary and materials dragged the performance. Top overweight sectors in the portfolio are financials, communication services and utilities in the same order. The top underweight sector positions in the fund are in energy and information technology. Exposure to utility company Torrent Power was the largest contributor to active return followed by Bajaj Finance from the financial sector. Overweight exposure to materials firm Pidilite Industries and auto component maker Endurance Technologies dragged the active return.

The fund is positioned to target reasonable risk-adjusted performance over market cycles. It is focused on quality companies with strong long-term earnings growth prospects. Thus the fund shall maintain a stable core portfolio with relatively low churn. Within that objective, the fund is comfortable looking past shorter-term volatility in performance. The portfolio focuses on capturing profitable growth over the medium term. We remain constructive on stock ideas in our portfolio which would continue to benefit from competitive strengths and tailwinds from government initiatives to improve rural incomes going forward. We are very constructive on India growth story post stability and continuity on reforms. Given our focus on quality and bias towards fundamentally sound business models, the big trend we are looking to play is the corporate deleveraging and operational efficiency story that is unravelling. The portfolio reflects companies which run a high-quality franchise having a strong competitive edge and the ability to deliver strong quality growth over the medium term. We remain highly confident of the portfolio strategy and will continue to look to make adjustments if there are fundamental changes in our bottom-up expectations of our portfolio stocks.

Fund Manager:

Asian Investment Team

The fund is managed by the Schroders Asian investment team and advised by Axis AMC, who have eleven investment professionals based in Mumbai. Axis AMC is a joint venture between Axis Bank and Schroders

¹ Source: Thomson Reuters Datastream.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Risk Profile

Risk and reward indicator



The risk category was calculated using simulated performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund invests in emerging markets and the Far East. This involves a high degree of risk and should be seen as long term in nature.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests predominantly in the securities of a particular country. There may be a greater risk than investing in funds that hold securities in a range of countries.

The fund invests in a smaller number of stocks. This carries more risk than funds spread across a larger number of companies.

The fund may invest in a wide range of derivatives in order to meet its investment objectives and for leverage. The use of leverage can increase gains as well as losses and expose the fund to increased risk.

For these reasons, the purchase of shares should not normally be regarded as a short term investment.

Net Asset Value and Comparative Tables

Share price range

Financial period to 30 June	L Accumulation shares		X Accumulation shares	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
Financial period to 30 June 2019	50.06	48.82	50.06	48.83

Financial period to 30 June	Z Accumulation shares	
	Highest dealing p	Lowest dealing p
Financial period to 30 June 2019	50.06	48.82

Net revenue

The fund has made no distributions to date.

Net asset value

As at 30 June	Net asset value £000's	Net asset value per share p	Number of shares in issue
2019 at 30 June			
L Accumulation shares	1	49.98	2,000
X Accumulation shares	20,998	49.99	42,000,000
Z Accumulation shares	1	49.98	2,000

Fund performance

	Net asset value per share p as at 30.6.19
L Accumulation shares	49.98
X Accumulation shares	49.99
Z Accumulation shares	49.98

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

Portfolio Statement

	Holding at 30.6.19	Market Value £000's	% of net assets
Equities 88.19%			
Basic Materials 4.50%			
Pidilite Industries	68,173	944	4.50
		944	4.50
Industrials 5.40%			
Astral Poly Technik	2,546	38	0.19
Cummins India	53,747	467	2.22
Larsen & Toubro	26,480	471	2.24
V-Guard Industries	56,884	157	0.75
		1,133	5.40
Consumer Goods 14.02%			
Endurance Technologies	30,669	386	1.84
Maruti Suzuki India	13,194	984	4.68
Motherson Sumi Systems	74,436	104	0.49
Nestle India	3,964	539	2.57
Symphony	1,344	19	0.09
TTK Prestige	7,396	570	2.71
WABCO India	4,919	343	1.64
		2,945	14.02
Health Care 1.89%			
Divi's Laboratories	21,797	397	1.89
		397	1.89
Consumer Services 9.61%			
Avenue Supermarts	62,740	1,000	4.76
Info Edge India	39,729	1,018	4.85
		2,018	9.61

Portfolio Statement (continued)

	Holding at 30.6.19	Market Value £000's	% of net assets
Utilities 4.35%			
Torrent Power	286,086	914	4.35
		914	4.35
Financials 40.76%			
Bajaj Finance	32,349	1,359	6.47
Bandhan Bank	93,926	579	2.76
GRUH Finance	43,584	138	0.65
HDFC Bank	73,098	2,035	9.69
Housing Development Finance	53,041	1,326	6.32
ICICI Bank	53,302	266	1.26
Kotak Mahindra Bank	102,178	1,719	8.19
MAS Financial Services	36,316	253	1.21
Multi Commodity Exchange of India	22,893	216	1.03
Sundaram Finance	20,199	383	1.82
Sundaram Finance Holdings	289,924	285	1.36
		8,559	40.76
Technology 7.66%			
Astra Microwave Products	62,215	60	0.28
Tata Consultancy Services	60,992	1,549	7.38
		1,609	7.66
Equities total		18,519	88.19
Futures 0.07%			
MSCI India NTR Index September 2019	13	14	0.07
Futures total		14	0.07

Portfolio Statement (continued)

	Market Value £000's	% of net assets
Portfolio of investments	18,533	88.26
Net other assets	2,467	11.74
Net assets attributable to shareholders	21,000	100.00

As the first Final Accounting date for the fund will be 31 December 2019 there are no comparatives to be presented.

Unless otherwise stated, all securities are admitted to official stock exchange listings.

Summary of Portfolio Transactions

Largest purchases

For the period ended 30 June 2019	Cost £000's
HDFC Bank	2,031
Kotak Mahindra Bank	1,733
Tata Consultancy Services	1,535
Housing Development Finance	1,307
Bajaj Finance	1,295
Maruti Suzuki India	1,012
Info Edge India	993
Pidilite Industries	990
Avenue Supermarts	944
Torrent Power	798

Largest sales

There were no sales during the period.

Statement of Total Return (unaudited)

For the period ended 30 June 2019

7.6.19 to
30.6.19

	£000's	£000's
Income		
Net capital losses		(23)
Revenue	21	
Taxation	0	
Net revenue after taxation		21
Total return before distributions		(2)
Distributions		0
Change in net assets attributable to shareholders from investment activities		(2)

Statement of Change in Net Assets Attributable to Shareholders (unaudited)

For the period ended 30 June 2019

7.6.19 to
30.6.19

	£000's
Opening net assets attributable to shareholders	0
Amounts receivable on issue of shares	21,002
Change in net assets attributable to shareholders from investment activities	(2)
Closing net assets attributable to shareholders	21,000

As this is the first Interim Accounting date for the fund there are no comparatives to be presented.

Balance Sheet (unaudited)

As at 30 June 2019

30.6.19

	£000's
Assets	
Investments	18,533
Current assets	
Debtors	22
Cash and bank balances	2,445
Total assets	21,000
Liabilities	
Total liabilities	0
Net assets attributable to shareholders	21,000

As the first Final Accounting date for the fund will be 31 December 2019 there are no comparatives to be presented.

Notes to the Accounts (unaudited)

Accounting policies

The applicable accounting policies adopted by Schroder India Equity Fund are disclosed on page 8.

General Information

Authorised Corporate Director (ACD)

Schroder Unit Trusts Limited
1 London Wall Place
London EC2Y 5AU
Authorised and regulated by the Financial Conduct Authority

Directors

G. Henriques (Chairman)
J. Barker
P. Chislett
P. Middleton
C. Thomson
J. W. Stewart (resigned 20 December 2018)
P. M. Truscott (appointed 4 July 2019)
J. A. Walker-Hazell
H. Williams

Investment Adviser

Schroder India Equity Fund
Schroder Investment Management (Singapore) Limited
138 Market Street
#23-01 Capita Green
Singapore 048946
Authorised to carry on investment business by the Monetary Authority of Singapore

Schroder Investment Management Limited
1 London Wall Place
London EC2Y 5AU
Authorised and regulated by the Financial Conduct Authority

Depositary

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Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority

Registrar

Schroder Unit Trusts Limited
1 London Wall Place
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Authorised and regulated by the Financial Conduct Authority

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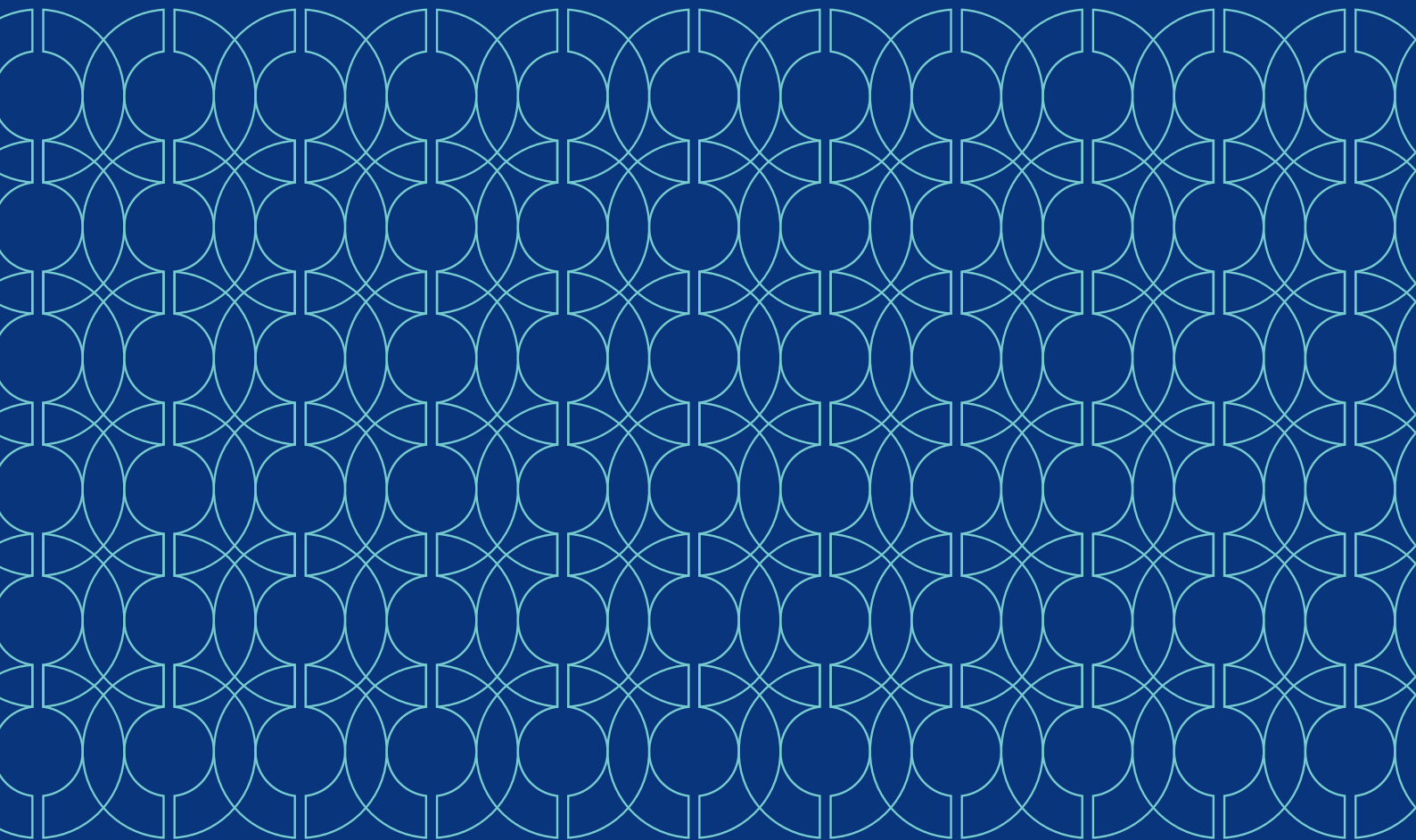
PricewaterhouseCoopers LLP
Atria One
144 Morrison Street
Edinburgh EH3 8EX

Authorisation

The company is an investment company with variable capital under Regulation 12 of the OEIC Regulations, incorporated with limited liability in England and Wales and authorised by the FCA under Regulation 14 of the OEIC Regulations. The company is a UCITS scheme for the purpose of the categorisation of the COLL.

Other information

The Prospectus, the Key Investor Information Document and details of investment charges and costs are available on request or can be downloaded from our website www.schroders.co.uk.



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For further literature please contact Schroder Investor Services on 0800 718 777 or at investorservices@schroders.com, or visit our website at www.schroders.co.uk.

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