

## Schroder Sterling Broad Market Bond Fund

May 2020

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<sup>1</sup> Collectively these comprise the Manager's report.

# Fund Information

## Investment objective and policy

The Schroder Sterling Broad Market Bond Fund (the 'Fund') aims to provide capital growth and income in excess of the benchmark\* (after fees have been deducted) over a three to five year period by investing in a diversified portfolio of fixed and floating rate securities worldwide.

\* The Fund's benchmark is a composite of 50% of the iBoxx GBP Gilts Total Return and 50% of the iBoxx GBP Non-Gilts (Gross Total Return) index.

The Fund is actively managed and 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 governments, government agencies, supra-nationals and companies worldwide.

The Fund may invest up to 10% of its assets in convertible bonds.

The Fund may invest more than 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 directly or indirectly in other securities (including in other asset classes), countries, regions, industries or currencies, collective investment schemes (including Schroder funds) and money market instruments, and hold cash.

The Fund may use derivatives with the aim of achieving investment gains, reducing risk and managing the Fund more efficiently (for more information please refer to section 6 of Appendix I of the Prospectus). The Fund may use leverage and take short positions.

With effect from 7 August 2019 the Fund's Investment objective and policy changed, previously it was:

The Fund's investment objective is to provide capital growth and income primarily through investment in a diversified portfolio of debt securities.

The full spectrum of available securities, including non-investment grade, will be utilised. The portfolio will consist of sterling denominated securities or other securities, primarily hedged back into sterling.

The Fund may also invest in a wide range of investments including transferable securities, derivatives, cash, deposits, collective investment schemes and money market instruments.

## Fund characteristics

The Fund's performance should be assessed against its target benchmark being to exceed the 50% of the iBoxx GBP Gilts Total Return and 50% of the iBoxx GBP Non-Gilts (Gross Total Return) index. The Investment Manager invests on a discretionary basis and is not limited to investing in accordance with the composition of the benchmark. The target benchmark has been selected because it is representative of the type of investments in which the Fund is likely to invest, and it is, therefore, an appropriate target in relation to the return that the Fund aims to provide.

# Review of Investment Activities

From 15 May 2019 to 15 May 2020, the price of I Accumulation units on a dealing price to dealing price basis rose 11.56%. In the same period, the benchmark, 50% iBoxx GBP Gilts + 50% iBoxx GBP Non-Gilts, generated a total return of 9.80%<sup>1</sup>.

The period from May to October 2019 was largely stable for markets. US-China trade tensions persisted, but sentiment was boosted by central bank support, with two rate cuts from the Federal Reserve (Fed) and a fresh programme of support measures from the European Central Bank. Late-2019 saw optimism around a phase one trade agreement between the US and China and therefore economic growth prospects. A decisive election victory for the Conservatives in the UK gave rise to hope of a positive Brexit outcome. By contrast, markets have been extremely volatile in 2020. The Covid-19 pandemic and lockdown measures triggered a violent sell-off in markets, but this was met with vast levels of fiscal and monetary support leading to a strong market rebound. UK 10-year government yields fell from 1.07% to 0.23% over the period, with most of the move occurring since the turn of the year.

The portfolio generated a positive total return over the timeframe, outperforming the benchmark. Our overweight to corporate bonds held throughout the year was a key contributor to performance. For much of the period our positioning reflected our view that it was too early to call the end of the economic cycle and that central banks were determined to elongate the cycle. This was expressed through an overweight to duration (interest rate risk), and in particular an off-benchmark preference for US duration, held through futures. In credit, we expect the ongoing monetary policy response by global central banks will continue to support credit given low yields on government bonds.

The Covid-19 pandemic continues to present significant uncertainty. Some economies are gradually starting to reopen, but also large swathes of the world economy are still on pause. We have seen an extraordinary policy response as central banks and governments across the globe attempt to mitigate the economic fallout from the crisis. Looking forward to the end of the pandemic, we expect the consequences of the policy responses will be unequal across countries. We believe that those governments with stronger budgetary debt dynamics will have the fiscal firepower to stimulate future growth. Conversely, those more indebted nations who pursue aggressive fiscal easing could risk being punished.

<sup>1</sup> Source: B-One, Factset.

**Past performance is not a guide to future performance and may not be repeated. The value of investments and the income from them may go down as well as up and investors may not get back the amounts originally invested. Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Co-Fund Manager:

Paul Grainger



2015: Schroders

2014: Co-founded financial technology firm yoyoDATA

2006: Wellington Management

2003: F&C Asset Management, Senior Portfolio Manager

1999: Gartmore, Senior Portfolio Manager

1995: Joined the BZW graduate training programme where he rotated through Fixed Income Sales & Trading into Asset Management at Barclays Global Investors

BA (Hons), University of Exeter

Member of the United Kingdom Society of investment professionals and a CFA Charterholder

## Co-Fund Manager:

Bob Jolly



Joined Schroders fixed income team in September 2011 as Head of Global Macro, based in London

Prior to joining Schroders Bob worked for UBS Global Asset Management, where his more recent responsibilities were Head of Currency, UK Fixed Income and Global Sovereign

Prior to UBS Bob spent 2 years with SEI investments developing customised solutions for institutional pension fund clients

The majority of Bob's investment career was spent at Gartmore Investment Management where he held the following positions:

2000–2005 Head of Fixed Income Portfolio Construction

1989–2000 Head of Structured Fixed Income

1982–1989 UK and Global Fixed Income Portfolio Manager

## Global Multi-Sector Team

The fund is managed by the Global Multi-Sector Team according to a robust team based investment process. Bob Jolly, Head of Global Macro Strategy, and Paul Grainger, Head of Global Multi-Sector are the heads of the team with over 50 years combined investment experience. The rest of the team consists of 11 investment professionals with an average experience of 11 years responsible for a suite of benchmarked and absolute return products. The Global Multi-Sector Team draws on the full resources of Schroders fixed income platform, benefiting from a worldwide research network consisting of over 100 researchers, analysts and economists across asset classes.

# 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.

For specific risks, including the risk and reward profile, please refer to the Key Investor Information Document available on the following website [www.schroders.com](http://www.schroders.com).

# Statement of the Manager's Responsibilities

The Financial Conduct Authority's Collective Investment Schemes sourcebook requires the Manager 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 Fund and of its net revenue and the net capital gains on the property of the Fund for the year. In preparing the accounts the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association (now the Investment Association) in May 2014;
- follow generally accepted accounting principles and applicable accounting standards;
- prepare the accounts on the basis that the Fund 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 Manager is responsible for the management of the Fund in accordance with its Trust Deed, the Prospectus and the Collective Investment Schemes sourcebook, and for taking reasonable steps for the prevention and detection of fraud, error and non-compliance with law or regulations.

The Manager's report and accounts for the year ended 15 May 2020 were signed on 4 September 2020 on behalf of the Manager by:

**S. Reedy**  
Directors

**P. Truscott**

# Report of the Trustee

## **Statement of the Trustee's responsibilities in respect of the Scheme and report of the Trustee to the unitholders of the Schroder Sterling Broad Market Bond Fund ('the fund') for the year ended 15 May 2020**

The Trustee of the Schroder Sterling Broad Market Bond Fund must ensure that the fund is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Financial Services and Markets Act 2000, as amended, (together 'the regulations'), the Trust Deed and Prospectus (together 'the Scheme documents') as detailed below.

The Trustee must in the context of its role act honestly, fairly, professionally, independently and in the interests of the fund and its investors.

The Trustee is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the fund in accordance with the regulations.

The Trustee must ensure that:

- the fund's cash flows are properly monitored and that cash of the fund is booked in cash accounts in accordance with the regulations;
- the sale, issue, repurchase, redemption and cancellation of units are carried out in accordance with the regulations;
- the value of units of the fund are calculated in accordance with the regulations;
- any consideration relating to transactions in the fund's assets is remitted to the fund within the usual time limits;
- the fund's income is applied in accordance with the regulations; and
- the instructions of the Authorised Fund Manager ('the Manager'), which is the UCITS Management Company, are carried out (unless they conflict with the regulations).

The Trustee also has a duty to take reasonable care to ensure that the fund is managed in accordance with the regulations and the Scheme documents of the fund in relation to the investment and borrowing powers applicable to the fund.

Having carried out such procedures as we considered necessary to discharge our responsibilities as Trustee of the fund, it is our opinion, based on the information available to us and the explanations provided, that, in all material respects the fund, acting through the Manager:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the fund's units and the application of the fund's income in accordance with the regulations and the Scheme documents of the fund; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the fund in accordance with the regulations and the Scheme documents of the fund.

**J.P. Morgan Europe Limited**

Trustee  
Bournemouth  
5 June 2020

# Independent auditors' report to the Unitholders of Schroder Sterling Broad Market Bond Fund

## Report on the audit of the financial statements

### Opinion

In our opinion, the financial statements of Schroder Sterling Broad Market Bond Fund (the "Fund"):

- give a true and fair view of the financial position of the Fund as at 15 May 2020 and of the net revenue and the net capital gains on its scheme property for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law, the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Trust Deed.

We have audited the financial statements, included within the Final Report and Accounts (the "Annual Report"), which comprise: the balance sheet as at 15 May 2020; the statement of total return, and the statement of change in net assets attributable to unitholders for the year then ended; the distribution tables; and the notes to the financial statements, which include a description of the significant accounting policies.

### Basis for opinion

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

### Independence

We remained independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

### Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you where:

- the Manager's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Manager has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Fund's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Fund's ability to continue as a going concern.

### Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Manager is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

### Manager's Report

In our opinion, the information given in the Manager's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### Responsibilities for the financial statements and the audit

#### Responsibilities of the Manager for the financial statements

As explained more fully in the Statement of the Manager's Responsibilities set out on page 6, the Manager is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Manager is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intend to wind up or terminate the Fund, or have no realistic alternative but to do so.



# Independent auditors' report to the Unitholders of Schroder Sterling Broad Market Bond Fund (continued)

## Auditors' responsibilities for the audit of the financial statements

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

## Use of this report

This report, including the opinions, has been prepared for and only for the Fund's unitholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

## Other required reporting

### Opinion on matter required by the Collective Investment Schemes sourcebook

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

### Collective Investment Schemes sourcebook exception reporting

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

## PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Edinburgh

4 September 2020

# Comparative Table

Financial year to 15 May	I Income units			I Accumulation units		
	2020 p per unit	2019 p per unit	2018 p per unit	2020 p per unit	2019 p per unit	2018 p per unit
<b>Change in net asset value</b>						
Opening net asset value	118.86	118.84	121.18	216.61	210.32	209.05
Return before operating charges*	13.54	3.95	1.12	24.63	6.96	1.93
Operating charges	(0.41)	(0.38)	(0.38)	(0.74)	(0.67)	(0.66)
<b>Return after operating charges*</b>	<b>13.13</b>	<b>3.57</b>	<b>0.74</b>	<b>23.89</b>	<b>6.29</b>	<b>1.27</b>
Distributions <sup>1</sup>	(4.32)	(3.55)	(3.08)	(7.86)	(6.28)	(5.31)
Retained distributions <sup>1</sup>	–	–	–	7.86	6.28	5.31
<b>Closing net asset value</b>	<b>127.67</b>	<b>118.86</b>	<b>118.84</b>	<b>240.50</b>	<b>216.61</b>	<b>210.32</b>
*after direct transaction costs of	0.00	0.00	0.00	0.00	0.00	0.00
<b>Performance</b>						
Return after charges (%)	11.05	3.00	0.61	11.03	2.99	0.61
<b>Other information</b>						
Closing net asset value (£000's)	102,224	179,826	182,676	79,215	79,274	102,304
Closing number of units	80,071,327	151,294,101	153,712,021	32,937,390	36,597,301	48,640,958
Operating charges (%)	0.32	0.32	0.31	0.32	0.32	0.31
<b>Prices</b>						
Highest dealing price (p)	137.07	123.20	123.90	249.78	218.10	213.70
Lowest dealing price (p)	119.10	116.60	120.20	217.03	206.40	207.30

# Comparative Table (continued)

Financial year to 15 May	X Income (Quarterly) units			X Accumulation units		
	2020 p per unit	2019 p per unit	2018 p per unit	2020 p per unit	2019 p per unit	2018 p per unit
<b>Change in net asset value</b>						
Opening net asset value	56.38	56.22	57.14	221.73	214.65	212.70
Return before operating charges*	6.36	1.83	0.53	25.24	7.12	1.98
Operating charges	(0.01)	(0.01)	(0.01)	(0.05)	(0.04)	(0.03)
<b>Return after operating charges*</b>	<b>6.35</b>	<b>1.82</b>	<b>0.52</b>	<b>25.19</b>	<b>7.08</b>	<b>1.95</b>
Distributions <sup>1</sup>	(2.02)	(1.66)	(1.44)	(8.06)	(6.41)	(5.41)
Retained distributions <sup>1</sup>	–	–	–	8.06	6.41	5.41
<b>Closing net asset value</b>	<b>60.71</b>	<b>56.38</b>	<b>56.22</b>	<b>246.92</b>	<b>221.73</b>	<b>214.65</b>
*after direct transaction costs of	0.00	0.00	0.00	0.00	0.00	0.00
<b>Performance</b>						
Return after charges (%)	11.26	3.24	0.91	11.36	3.30	0.92
<b>Other information</b>						
Closing net asset value (£000's)	9,812	20,326	15,561	424,495	489,055	494,921
Closing number of units	16,160,422	36,053,557	27,680,774	171,914,635	220,565,304	230,574,876
Operating charges (%)	0.02	0.02	0.01	0.02	0.02	0.01
<b>Prices</b>						
Highest dealing price (p)	63.55	57.13	58.05	256.31	223.10	217.90
Lowest dealing price (p)	55.51	54.41	56.14	222.16	210.90	211.10

<sup>1</sup> These figures have been rounded to 2 decimal places.

The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a unit class of a Fund based on the financial year's expenses and may vary from year to year. It includes charges such as the Fund's Annual management charge, Registrar fees, Safe custody fees, Trustee's fees and Audit fee but ordinarily excludes the costs of buying or selling assets for the Fund (unless these assets are units of another Fund). Where published, the Key Investor Information Document (KIID) contains the current OCF. For a more detailed breakdown please visit [www.schroders.com](http://www.schroders.com).

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# Portfolio Statement

	Holding at 15.5.20	Market Value £000's	% of net assets
<b>Collective Investment Schemes 3.64% (0.00%)</b>			
<b>Chinese Fixed Income Funds 3.64% (0.00%)</b>			
Schroder China Local Currency Bond Fund I Accumulation CNH <sup>^†</sup>	239,191	22,412	3.64
		<b>22,412</b>	<b>3.64</b>
<b>Collective Investment Schemes total</b>			
		<b>22,412</b>	<b>3.64</b>

<b>Government Bonds 25.74% (34.83%)</b>			
<b>Australia 1.66% (0.00%)</b>			
Queensland Treasury 3.25% 21/08/2029	AU\$5,345,000	3,278	0.53
Treasury Corp. of Victoria 2.5% 22/10/2029	AU\$5,426,000	3,157	0.51
New South Wales Treasury 3% 20/02/2030	AU\$2,604,000	1,566	0.26
South Australian Government Financing Authority 1.75% 24/05/2032	AU\$1,247,000	657	0.11
New South Wales Treasury 2% 08/03/2033	AU\$2,884,000	1,545	0.25
		<b>10,203</b>	<b>1.66</b>

<b>Canada 1.30% (0.00%)</b>			
Canada Government Bond 2.75% 01/12/2048	CAD\$9,743,000	7,999	1.30
		<b>7,999</b>	<b>1.30</b>

<b>France 0.00% (1.70%)</b>			
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<b>Germany 1.44% (0.00%)</b>			
Bundesrepublik Deutschland 0% 15/05/2035	€9,562,000	8,884	1.44
		<b>8,884</b>	<b>1.44</b>

<b>Mexico 0.32% (0.28%)</b>			
Mexico Government Bond 5.625% 19/03/2114	£2,067,000	1,983	0.32
		<b>1,983</b>	<b>0.32</b>

<b>Spain 4.01% (4.40%)</b>			
Spain Government Bond 1.95% 30/07/2030	€8,762,000	8,670	1.41
Spain Government Bond 1.25% 31/10/2030	€17,333,000	16,029	2.60
		<b>24,699</b>	<b>4.01</b>

<b>United Kingdom 17.01% (28.45%)</b>			
UK Treasury 1.5% 22/01/2021	£2,721,000	2,747	0.45
UK Treasury 0.75% 22/07/2023	£1,039,000	1,063	0.17
UK Treasury 1.625% 22/10/2028	£1,000,000	1,126	0.18
UK Treasury 3.25% 22/01/2044	£2,737,000	4,311	0.70
UK Treasury 4.25% 07/12/2046	£7,713,000	14,537	2.36
UK Treasury 1.75% 22/01/2049	£10,266,000	13,326	2.17
UK Treasury 3.75% 22/07/2052	£2,204,000	4,264	0.69
UK Treasury 1.625% 22/10/2054	£4,748,000	6,321	1.03
UK Treasury 4.25% 07/12/2055	£9,349,236	20,511	3.33
UK Treasury 4% 22/01/2060	£5,825,000	13,133	2.13
UK Treasury 2.5% 22/07/2065	£4,270,000	7,728	1.26
UK Treasury 3.5% 22/07/2068	£6,695,000	15,352	2.49
UK Treasury 1.625% 22/10/2071	£179,000	278	0.05
		<b>104,697</b>	<b>17.01</b>

<b>Government Bonds total</b>		<b>158,465</b>	<b>25.74</b>
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# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
<b>Corporate Bonds 64.80% (58.69%)</b>			
<b>Austria 0.06% (0.05%)</b>			
UNIQA Insurance Group FRN 6.875% 31/07/2043	€400,000	388	0.06
		<b>388</b>	<b>0.06</b>
<b>Belgium 0.17% (0.14%)</b>			
Elia Group FRN 2.75% Perpetual	€1,200,000	1,071	0.17
		<b>1,071</b>	<b>0.17</b>
<b>Bermuda 0.05% (0.00%)</b>			
Hiscox FRN 6.125% 24/11/2045	£291,000	295	0.05
		<b>295</b>	<b>0.05</b>
<b>British Virgin Islands 0.00% (0.32%)</b>			
<b>Cayman Islands 0.61% (0.18%)</b>			
Southern Water Services Finance 6.64% 31/03/2026	£1,100,000	1,364	0.22
Sound Point CLO XVIII FRN, Series 2017-4A 2.255% 21/01/2031	US\$651,000	502	0.08
Sound Point CLO II FRN, Series 2013-1A 2.061% 26/01/2031	US\$1,250,000	967	0.16
LCM XVIII FRN, Series 18A 2.839% 20/04/2031	US\$500,000	399	0.07
Cedar Funding V CLO FRN, Series 2016-5A 2.936% 17/07/2031	US\$650,000	515	0.08
		<b>3,747</b>	<b>0.61</b>
<b>Denmark 0.67% (0.49%)</b>			
Orsted 2.125% 17/05/2027	£1,184,000	1,230	0.20
Orsted 5.75% 09/04/2040	£1,800,000	2,889	0.47
		<b>4,119</b>	<b>0.67</b>

	Holding at 15.5.20	Market Value £000's	% of net assets
<b>France 4.75% (3.94%)</b>			
Casino Guichard Perrachon 5.976% 26/05/2021	€500,000	441	0.07
BPCE 3% 22/05/2022	US\$1,490,000	1,243	0.20
LVMH Moet Hennessy Louis Vuitton 1% 11/02/2023	£3,500,000	3,480	0.56
Quatrim 5.875% 15/01/2024	€143,000	125	0.02
La Financiere Atalian 6.625% 15/05/2025	£1,000,000	559	0.09
Altice France 7.375% 01/05/2026	US\$794,000	673	0.11
LVMH Moet Hennessy Louis Vuitton 1.125% 11/02/2027	£3,800,000	3,703	0.60
Altice France 3.375% 15/01/2028	€340,000	282	0.05
Engie 7% 30/10/2028	£300,000	431	0.07
Electricite de France 5.5% 27/03/2037	£1,700,000	2,312	0.37
Electricite de France 5.5% 17/10/2041	£1,900,000	2,685	0.44
Orange 5.375% 22/11/2050	£1,350,000	2,253	0.37
AXA FRN 5.625% 16/01/2054	£766,000	896	0.15
Electricite de France 6% 22/01/2114	US\$2,589,000	2,641	0.43
AXA FRN 5.453% Perpetual	£1,150,000	1,226	0.20
AXA FRN 6.686% Perpetual	£906,000	1,041	0.17
Caisse Nationale de Reassurance Mutuelle Agricole Groupama FRN 6.375% Perpetual	€1,000,000	935	0.15
Electricite de France FRN 6% Perpetual	£2,300,000	2,306	0.37
Orange FRN 2.375% Perpetual	€600,000	527	0.09
Orange FRN 5.75% Perpetual	£1,393,000	1,475	0.24
		<b>29,234</b>	<b>4.75</b>

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
<b>Germany 0.37% (0.95%)</b>			
Schaeffler 1.125% 26/03/2022	€359,000	305	0.05
thyssenkrupp 1.875% 06/03/2023	€592,000	446	0.07
Nidda Healthcare Holding 3.5% 30/09/2024	€642,000	543	0.09
IHO Verwaltungs 3.625% 15/05/2025	€570,000	467	0.08
Techem Verwaltungsgesellschaft 675 2% 15/07/2025	€280,000	233	0.04
Cheplapharm Arzneimittel 3.5% 11/02/2027	€237,000	203	0.03
WEPA Hygieneprodukte 2.875% 15/12/2027	€100,000	85	0.01
		<b>2,282</b>	<b>0.37</b>

<b>Guernsey 0.06% (0.15%)</b>			
Credit Suisse Group Funding Guernsey 3% 27/05/2022	£362,000	370	0.06
		<b>370</b>	<b>0.06</b>

<b>Ireland 0.41% (0.24%)</b>			
AIB Group 1.25% 28/05/2024	€590,000	502	0.08
Virgin Media Receivables Financing Notes I 5.5% 15/09/2024	£360,000	363	0.06
Allied Irish Banks FRN 4.125% 26/11/2025	€900,000	786	0.13
Bank of Ireland Group FRN 3.125% 19/09/2027	£895,000	875	0.14
		<b>2,526</b>	<b>0.41</b>

<b>Italy 0.89% (0.78%)</b>			
Banco BPM 2% 08/03/2022	€480,000	413	0.07
Autostrade per l'Italia 6.25% 09/06/2022	£363,000	354	0.06
Banca IFIS 1.75% 25/06/2024	€380,000	278	0.05

	Holding at 15.5.20	Market Value £000's	% of net assets
Banca Monte dei Paschi di Siena 3.625% 24/09/2024	€343,000	267	0.04
Superstrada Pedemontana Veneta, STEP 0% 30/06/2047	€1,400,000	1,160	0.19
Enel FRN 8.75% 24/09/2073	US\$500,000	455	0.07
Enel FRN 7.75% 10/09/2075	£958,000	963	0.16
Assicurazioni Generali FRN 6.269% Perpetual	£1,150,000	1,173	0.19
Assicurazioni Generali FRN 6.416% Perpetual	£400,000	395	0.06
		<b>5,458</b>	<b>0.89</b>

<b>Jersey 2.67% (2.67%)</b>			
Porterbrook Rail Finance 6.5% 20/10/2020	£191,000	194	0.03
Heathrow Funding 6.75% 03/12/2028	£1,670,000	1,975	0.32
Gatwick Funding 5.75% 23/01/2039	£1,420,000	1,685	0.27
AA Bond 6.269% 02/07/2043	£1,610,000	1,522	0.25
AA Bond 2.875% 31/07/2043	£678,000	646	0.11
AA Bond 4.875% 31/07/2043	£1,587,000	1,489	0.24
Heathrow Funding 4.625% 31/10/2046	£2,976,000	3,427	0.56
AA Bond 5.5% 31/07/2050	£1,232,000	1,133	0.18
Gatwick Funding 2.875% 05/07/2051	£2,340,000	1,855	0.30
Bank of Scotland Capital Funding FRN 7.754% Perpetual	£2,512,000	2,534	0.41
		<b>16,460</b>	<b>2.67</b>

<b>Luxembourg 0.63% (0.12%)</b>			
Gazprom 4.25% 06/04/2024	£519,000	534	0.09
Matterhorn Telecom 2.625% 15/09/2024	€155,000	131	0.02

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
Altice Financing 2.25% 15/01/2025	€100,000	81	0.01
Hidrovias International Finance 5.95% 24/01/2025	US\$500,000	380	0.06
Logicor Financing 2.75% 15/01/2030	£787,000	726	0.12
DH Europe Finance II 1.8% 18/09/2049	€1,669,000	1,404	0.23
Eurofins Scientific FRN 3.25% Perpetual	€803,000	642	0.10
		<b>3,898</b>	<b>0.63</b>

## Mexico 0.18% (0.23%)

Petroleos Mexicanos 8.25% 02/06/2022	£242,000	230	0.04
Petroleos Mexicanos 4.875% 21/02/2028	€1,220,000	884	0.14
		<b>1,114</b>	<b>0.18</b>

## Netherlands 4.30% (5.45%)

ABN AMRO Bank 1% 30/06/2020	£900,000	900	0.14
Volkswagen Financial Services 1.875% 07/09/2021	£1,600,000	1,584	0.26
Teva Pharmaceutical Finance Netherlands II 3.25% 15/04/2022	€1,400,000	1,216	0.20
Volkswagen Financial Services 1.625% 30/11/2022	£1,300,000	1,269	0.20
NIBC Bank 3.125% 15/11/2023	£1,900,000	1,931	0.31
innogy Finance 5.625% 06/12/2023	£14,000	16	0.00
Q-Park Holding I 1.5% 01/03/2025	€299,000	228	0.04
Volkswagen Financial Services 4.25% 09/10/2025	£2,300,000	2,439	0.39
ING Groep 3% 18/02/2026	£1,900,000	1,963	0.32
ZF Europe Finance 2% 23/02/2026	€100,000	75	0.01

Ziggo 4.25% 15/01/2027	€255,600	230	0.04
Koninklijke KPN 5.75% 17/09/2029	£758,000	921	0.15
Petrobras Global Finance 6.625% 16/01/2034	£1,030,000	963	0.16
E.ON International Finance 5.875% 30/10/2037	£1,500,000	2,265	0.37
E.ON International Finance 6.75% 27/01/2039	£1,100,000	1,828	0.30
Enel Finance International 5.75% 14/09/2040	£3,588,000	5,256	0.85
Allianz Finance II 4.5% 13/03/2043	£700,000	1,093	0.18
AerCap Holdings FRN 5.875% 10/10/2079	US\$202,000	110	0.02
Koninklijke KPN FRN 2.033% Perpetual	€500,000	415	0.07
Telefonica Europe FRN 4.375% Perpetual	€2,000,000	1,785	0.29
		<b>26,487</b>	<b>4.30</b>

## Norway 0.04% (0.00%)

Aker BP 4.75% 15/06/2024	US\$335,000	258	0.04
		<b>258</b>	<b>0.04</b>

## Panama 0.13% (0.00%)

Carnival 11.5% 01/04/2023	US\$938,933	779	0.13
		<b>779</b>	<b>0.13</b>

## Spain 0.14% (0.34%)

NH Hotel Group 3.75% 01/10/2023	€591,678	455	0.08
Grifols 1.625% 15/02/2025	€169,000	146	0.02
Bankia FRN 3.375% 15/03/2027	€300,000	259	0.04
		<b>860</b>	<b>0.14</b>

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
<b>Supranational 0.06% (0.00%)</b>			
Endo 6% 01/02/2025	US\$300,000	192	0.03
Ardagh Packaging Finance 5.25% 30/04/2025	US\$205,000	169	0.03
		<b>361</b>	<b>0.06</b>
<b>Sweden 0.70% (0.03%)</b>			
Intrum 2.75% 15/07/2022	€763,500	596	0.10
Polygon 4% 23/02/2023	€1,300,000	1,037	0.17
Vattenfall 6.875% 15/04/2039	£1,185,000	2,101	0.34
Heimstaden Bostad FRN 3.248% Perpetual	€730,000	586	0.09
		<b>4,320</b>	<b>0.70</b>
<b>Switzerland 0.50% (0.60%)</b>			
UBS Group FRN 2.859% 15/08/2023	US\$2,225,000	1,867	0.30
Credit Suisse Group FRN 2.125% 12/09/2025	£1,222,000	1,214	0.20
		<b>3,081</b>	<b>0.50</b>
<b>United Kingdom 37.68% (35.63%)</b>			
Barclays Bank UK 4.25% 12/01/2022	£350,000	371	0.06
Investec 4.5% 05/05/2022	£3,074,000	3,137	0.51
Skipton Building Society 1.75% 30/06/2022	£1,395,000	1,388	0.23
Western Power Distribution East Midlands 5.25% 17/01/2023	£511,000	560	0.09
Matalan Finance 6.75% 31/01/2023	£1,299,000	740	0.12
Algeco Global Finance 6.5% 15/02/2023	€477,000	369	0.06
Lloyds Bank 9.625% 06/04/2023	£1,121,000	1,335	0.22

	Holding at 15.5.20	Market Value £000's	% of net assets
HSBC Holdings FRN 2.175% 27/06/2023	£1,796,000	1,800	0.29
Arqiva Broadcast Finance 6.75% 30/09/2023	£737,000	757	0.12
Barclays FRN 2.375% 06/10/2023	£2,215,000	2,207	0.36
Coventry Building Society 1.875% 24/10/2023	£2,236,000	2,237	0.36
Barclays 3.125% 17/01/2024	£1,115,000	1,132	0.18
Heathrow Finance 4.75% 01/03/2024	£2,990,000	2,781	0.45
Lloyds Banking Group 3.9% 12/03/2024	US\$533,000	460	0.07
Unique Pub Finance 7.395% 28/03/2024	£2,170,000	2,382	0.39
Lloyds Bank 7.5% 15/04/2024	£1,372,000	1,658	0.27
Saga 3.375% 12/05/2024	£500,000	358	0.06
RSA Insurance Group 1.625% 28/08/2024	£2,286,000	2,266	0.37
Lloyds Banking Group 2.25% 16/10/2024	£2,619,000	2,628	0.43
Liberty Living Finance 2.625% 28/11/2024	£1,336,000	1,335	0.22
eG Global Finance 4.375% 07/02/2025	€490,000	377	0.06
eG Global Finance 6.75% 07/02/2025	US\$400,000	308	0.05
TalkTalk Telecom Group 3.875% 20/02/2025	£345,000	338	0.06
Lloyds Bank 5.125% 07/03/2025	£1,770,000	2,116	0.34
Yorkshire Building Society FRN 3% 18/04/2025	£896,000	910	0.15
Tesco Corporate Treasury Services 2.5% 02/05/2025	£541,000	554	0.09
Virgin Money UK FRN 3.125% 22/06/2025	£973,000	927	0.15
Annington Funding 2.646% 12/07/2025	£475,000	483	0.08



# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
Tesco Personal Finance Group 3.5% 25/07/2025	£1,125,000	1,149	0.19
Next Group 3% 26/08/2025	£449,000	422	0.07
Viridian Group FinanceCo 4% 15/09/2025	€505,000	425	0.07
Pinewood Finance 3.25% 30/09/2025	£1,888,000	1,860	0.30
Whitbread Group 3.375% 16/10/2025	£1,359,000	1,288	0.21
eG Global Finance 8.5% 30/10/2025	US\$374,000	304	0.05
Barclays FRN 2.625% 11/11/2025	€1,290,000	1,124	0.18
Jerrold Finco 4.875% 15/01/2026	£470,000	420	0.07
Severn Trent Utilities Finance 3.625% 16/01/2026	£2,436,000	2,695	0.44
Virgin Money UK FRN 5% 09/02/2026	£683,000	645	0.11
Santander UK 5.75% 02/03/2026	£2,011,000	2,565	0.42
Anglian Water Osprey Financing 4% 08/03/2026	£2,273,000	2,177	0.35
Yorkshire Building Society 3.5% 21/04/2026	£1,735,000	1,879	0.31
William Hill 4.75% 01/05/2026	£357,000	327	0.05
TSB Banking Group FRN 5.75% 06/05/2026	£4,301,000	4,242	0.69
Santander UK Group Holdings FRN 2.92% 08/05/2026	£2,209,000	2,252	0.37
Merlin Entertainments 5.75% 15/06/2026	US\$350,000	268	0.04
Virgin Money UK FRN 4% 25/09/2026	£1,664,000	1,616	0.26
Western Power Distribution 3.5% 16/10/2026	£2,847,000	2,991	0.49
Close Brothers Finance 2.75% 19/10/2026	£1,177,000	1,182	0.19
Scotland Gas Networks 3.25% 08/03/2027	£698,000	766	0.12

	Holding at 15.5.20	Market Value £000's	% of net assets
Virgin Media Secured Finance 5% 15/04/2027	£300,000	304	0.05
Thames Water Utilities Finance 2.875% 03/05/2027	£900,000	864	0.14
Marks & Spencer 3.25% 10/07/2027	£2,218,000	1,993	0.32
Virgin Money UK FRN 4% 03/09/2027	£2,945,000	2,856	0.46
Shaftesbury Chinatown 2.348% 30/09/2027	£2,782,000	2,714	0.44
Anglian Water Services Financing 4.5% 05/10/2027	£2,486,000	2,932	0.48
Thames Water Utilities Finance 3.5% 25/02/2028	£600,000	667	0.11
London & Quadrant Housing Trust 2.625% 28/02/2028	£2,262,000	2,363	0.38
Quilter FRN 4.478% 28/02/2028	£438,000	435	0.07
Informa 1.25% 22/04/2028	€1,069,000	813	0.13
Grainger 3.375% 24/04/2028	£2,493,000	2,580	0.42
Next Group 3.625% 18/05/2028	£1,275,000	1,190	0.19
Assura Financing REIT 3% 19/07/2028	£1,301,000	1,351	0.22
HSBC Holdings 2.625% 16/08/2028	£2,200,000	2,244	0.36
Yorkshire Building Society FRN 3.375% 13/09/2028	£1,291,000	1,274	0.21
UNITE Group REIT 3.5% 15/10/2028	£2,660,000	2,725	0.44
RI Finance Bonds No. 3 6.125% 13/11/2028	£525,000	596	0.10
National Express Group 2.375% 20/11/2028	£622,000	570	0.09
Clarion Funding 2.625% 18/01/2029	£1,343,000	1,434	0.23
Notting Hill Genesis 2.875% 31/01/2029	£754,000	803	0.13
Lloyds Bank 6% 08/02/2029	£3,220,000	4,507	0.73

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
London Power Networks 2.625% 01/03/2029	£1,260,000	1,341	0.22
Southern Gas Networks 4.875% 21/03/2029	£1,458,000	1,852	0.30
Leeds Building Society FRN 3.75% 25/04/2029	£1,489,000	1,453	0.24
Severn Trent Utilities Finance 6.25% 07/06/2029	£1,267,000	1,738	0.28
Santander UK 3.875% 15/10/2029	£2,518,000	2,870	0.47
Sky 4% 26/11/2029	£416,000	502	0.08
Liberty Living Finance 3.375% 28/11/2029	£2,057,000	2,005	0.33
Tesco Corporate Treasury Services 2.75% 27/04/2030	£561,000	571	0.09
UNITE USAF II 3.921% 30/06/2030	£2,450,000	2,647	0.43
Royal Bank of Scotland Group FRN 3.622% 14/08/2030	£846,000	844	0.14
Mitchells & Butlers Finance 6.013% 15/12/2030	£1,316,752	1,441	0.23
Phoenix Group Holdings 5.625% 28/04/2031	£941,000	970	0.16
Western Power Distribution East Midlands 1.75% 09/09/2031	£1,469,000	1,430	0.23
Experian Finance 3.25% 07/04/2032	£1,018,000	1,132	0.18
Western Power Distribution West Midlands 5.75% 16/04/2032	£1,016,000	1,400	0.23
Southern Electric Power Distribution 5.5% 07/06/2032	£1,850,000	2,546	0.41
Telereal Secured Finance 4.01% 10/12/2033	£3,824,862	4,115	0.67
Telereal Securitisation 6.165% 10/12/2033	£1,351,500	1,686	0.27
John Lewis 4.25% 18/12/2034	£841,000	609	0.10

	Holding at 15.5.20	Market Value £000's	% of net assets
Greene King Finance 4.064% 15/03/2035	£1,585,873	1,708	0.28
White City Property Finance 5.12% 17/04/2035	£41,328	54	0.01
Arqiva Financing 4.04% 30/06/2035	£1,791,000	1,794	0.29
Optivo Finance 2.857% 07/10/2035	£891,000	982	0.16
Network Rail Infrastructure Finance 4.75% 29/11/2035	£753,000	1,178	0.19
Eastern Power Networks 6.25% 12/11/2036	£284,000	460	0.08
Tesco 6.15% 15/11/2037	US\$714,000	717	0.12
United Utilities Water Finance 1.75% 10/02/2038	£1,636,000	1,594	0.26
Wales & West Utilities Finance 3% 03/08/2038	£534,000	625	0.10
SSE 6.25% 27/08/2038	£231,000	364	0.06
Cadent Finance 2.625% 22/09/2038	£747,000	800	0.13
High Speed Rail Finance 1.4.375% 01/11/2038	£2,581,000	3,442	0.56
GlaxoSmithKline Capital 6.375% 09/03/2039	£225,000	380	0.06
Connect Plus M25 Issuer 2.607% 31/03/2039	£3,780,837	4,133	0.67
Motability Operations Group 2.375% 03/07/2039	£1,870,000	2,010	0.33
Yorkshire Water Finance 6.375% 19/08/2039	£589,000	1,002	0.16
Aspire Defence Finance 4.674% 31/03/2040	£1,497,855	1,987	0.32
Tesco Property Finance 3 5.744% 13/04/2040	£2,085,619	2,679	0.44
National Grid Electricity Transmission 2% 17/04/2040	£881,000	889	0.14
Lloyds Bank 6.5% 17/09/2040	£660,000	1,081	0.18

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
Tesco Property Finance 4 5.801% 13/10/2040	£1,776,305	2,301	0.37
Aviva FRN 6.625% 03/06/2041	£2,144,000	2,226	0.36
Northumbrian Water Finance 5.125% 23/01/2042	£481,000	737	0.12
Home Group 3.125% 27/03/2043	£866,000	991	0.16
LiveWest Treasury 2.25% 10/10/2043	£739,000	761	0.12
RL Finance Bonds No. 2 FRN 6.125% 30/11/2043	£2,600,000	2,850	0.46
Futures Treasury 3.375% 08/02/2044	£1,010,000	1,302	0.21
Tesco Property Finance 6 5.411% 13/07/2044	£2,844,454	3,585	0.58
Cadent Finance 2.75% 22/09/2046	£2,705,000	2,973	0.48
Catalyst Housing 3.125% 31/10/2047	£2,824,000	3,383	0.55
Karbon Homes 3.375% 15/11/2047	£1,092,000	1,412	0.23
British Telecommunications 3.625% 21/11/2047	£3,003,000	3,345	0.54
Optivo Finance 3.283% 22/03/2048	£1,809,000	2,150	0.35
Clarion Funding 3.125% 19/04/2048	£1,020,000	1,219	0.20
Bromford Housing Group 3.125% 03/05/2048	£1,607,000	1,984	0.32
Notting Hill Genesis 3.25% 12/10/2048	£2,309,000	2,629	0.43
Citizen Treasury 3.25% 20/10/2048	£2,888,000	3,588	0.58
Sovereign Housing Capital 2.375% 04/11/2048	£669,000	726	0.12
Accent Capital 2.625% 18/07/2049	£801,000	913	0.15
M&G FRN 3.875% 20/07/2049	£1,336,000	1,258	0.20
Sanctuary Capital 2.375% 14/04/2050	£1,043,000	1,137	0.18
Channel Link Enterprises Finance 3.848% 30/06/2050	£1,214,000	1,450	0.24

	Holding at 15.5.20	Market Value £000's	% of net assets
M&G FRN 5.625% 20/10/2051	£1,703,000	1,786	0.29
London & Quadrant Housing Trust 3.125% 28/02/2053	£5,525,000	6,391	1.04
Notting Hill Genesis 4.375% 20/02/2054	£1,631,000	2,315	0.38
M&G FRN 5.56% 20/07/2055	£1,956,000	1,989	0.32
Thames Water Utilities Finance 7.738% 09/04/2058	£1,100,000	2,261	0.37
Northern Powergrid Yorkshire 2.25% 09/10/2059	£2,941,000	3,058	0.50
M&G FRN 6.25% 20/10/2068	£666,000	716	0.12
NGG Finance FRN 5.625% 18/06/2073	£740,000	800	0.13
Aviva FRN 5.902% Perpetual	£2,991,000	2,909	0.47
Aviva FRN 6.125% Perpetual	£2,170,000	2,227	0.36
Barclays Bank FRN 5.33% Perpetual	£2,160,000	2,160	0.35
J Sainsbury FRN 6.5% Perpetual	£1,017,000	1,014	0.16
Royal Bank of Scotland Group FRN 3.77% Perpetual	US\$1,000,000	720	0.12
		<b>232,023</b>	<b>37.68</b>

## United States of America 9.73% (6.38%)

Occidental Petroleum 2.6% 13/08/2021	US\$33,000	25	0.00
Nissan Auto Receivables Owner Trust, Series 2018-C 3.07% 15/10/2021	US\$348,645	287	0.05
Occidental Petroleum 3.125% 15/02/2022	US\$226,000	165	0.03
Infor US 5.75% 15/05/2022	€565,000	496	0.08
Ford Motor Credit 2.979% 03/08/2022	US\$200,000	149	0.02
MPT Operating Partnership REIT 2.55% 05/12/2023	£950,000	936	0.15

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
Capital One Multi-Asset Execution Trust, Series 2019-A1 2.84% 15/12/2024	US\$745,000	635	0.10
Digital Stout Holding REIT 4.25% 17/01/2025	£1,426,000	1,554	0.25
Community Health Systems 6.625% 15/02/2025	US\$59,000	44	0.01
Wynn Las Vegas 5.5% 01/03/2025	US\$462,000	327	0.05
Intel 3.4% 25/03/2025	US\$1,502,000	1,361	0.22
NIKE 2.4% 27/03/2025	US\$1,225,000	1,059	0.17
Eldorado Resorts 6% 01/04/2025	US\$720,000	572	0.09
Adient US 9% 15/04/2025	US\$225,000	193	0.03
Ford Motor 9% 22/04/2025	US\$669,000	533	0.09
Tempo Acquisition 5.75% 01/06/2025	US\$153,000	128	0.02
CommScope Technologies 6% 15/06/2025	US\$830,000	632	0.10
Netflix 3% 15/06/2025	€118,000	105	0.02
Netflix 3.625% 15/06/2025	US\$63,000	52	0.01
Wells Fargo 2% 28/07/2025	£899,000	890	0.14
Caesars Resort Collection 5.25% 15/10/2025	US\$2,000,000	1,262	0.20
CrownRock 5.625% 15/10/2025	US\$1,410,000	1,034	0.17
Qualitytech 4.75% 15/11/2025	US\$855,000	708	0.11
Everi Payments 7.5% 15/12/2025	US\$420,000	293	0.05
EnLink Midstream Partners 4.85% 15/07/2026	US\$535,000	318	0.05
Select Medical 6.25% 15/08/2026	US\$140,000	113	0.02

	Holding at 15.5.20	Market Value £000's	% of net assets
Cheniere Energy Partners 5.625% 01/10/2026	US\$486,000	376	0.06
Wolverine Escrow 9% 15/11/2026	US\$505,000	277	0.05
Bank of America 4.25% 10/12/2026	£2,195,000	2,484	0.40
Presidio Holdings 4.875% 01/02/2027	US\$49,000	39	0.01
Morgan Stanley 2.625% 09/03/2027	£1,300,000	1,334	0.22
Par Pharmaceutical 7.5% 01/04/2027	US\$85,000	70	0.01
CSC Holdings 5.5% 15/04/2027	US\$498,000	426	0.07
FHLMC, Series K065 3.243% 25/04/2027	US\$581,000	537	0.09
Wynn Las Vegas 5.25% 15/05/2027	US\$95,000	65	0.01
FHLMC, Series K067 3.194% 25/07/2027	US\$325,000	300	0.05
General Motors 6.8% 01/10/2027	US\$164,000	138	0.02
Presidio Holdings 8.25% 01/02/2028	US\$17,000	14	0.00
Catalent Pharma Solutions 2.375% 01/03/2028	€272,000	222	0.04
Goldman Sachs Group 7.25% 10/04/2028	£700,000	936	0.15
FHLMC FRN, Series K077 3.85% 25/05/2028	US\$619,000	599	0.10
MPT Operating Partnership REIT 3.692% 05/06/2028	£1,574,000	1,524	0.25
FHLMC FRN, Series K080 3.926% 25/07/2028	US\$627,000	614	0.10
FHLMC FRN, Series K081 3.9% 25/08/2028	US\$731,000	714	0.12
Comcast 1.5% 20/02/2029	£1,943,000	1,916	0.31
Goldman Sachs Group 3.125% 25/07/2029	£1,128,000	1,181	0.19
MPT Operating Partnership REIT 4.625% 01/08/2029	US\$548,000	438	0.07
AT&T 4.375% 14/09/2029	£413,000	471	0.08

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
VICI Properties REIT 4.625% 01/12/2029	US\$312,000	230	0.04
Novelis 4.75% 30/01/2030	US\$712,000	519	0.08
Targa Resources Partners 5.5% 01/03/2030	US\$598,000	443	0.07
Post Holdings 4.625% 15/04/2030	US\$351,000	277	0.05
VICI Properties REIT 4.125% 15/08/2030	US\$162,000	118	0.02
Fidelity National Information Services 3.36% 21/05/2031	£1,691,000	1,876	0.30
UMBS BK0494 2.5% 01/12/2034	US\$2,161,305	1,853	0.30
UMBS CA5952 2.5% 01/06/2035	US\$300,000	259	0.04
Comcast 1.875% 20/02/2036	£1,736,000	1,707	0.28
Verizon Communications 3.375% 27/10/2036	£1,224,000	1,418	0.23
Citigroup 7.375% 01/09/2039	£1,230,000	2,080	0.34
Occidental Petroleum 6.2% 15/03/2040	US\$117,000	67	0.01
AT&T 7% 30/04/2040	£3,350,000	5,144	0.84
AT&T 4.875% 01/06/2044	£1,745,000	2,175	0.35
Occidental Petroleum 6.6% 15/03/2046	US\$252,000	146	0.02
J.P. Morgan Mortgage Trust FRN, Series 2017-1 3.5% 25/01/2047	US\$421,689	349	0.06
UMBS FM1253 3% 01/12/2047	US\$504,118	437	0.07
UMBS ZA5450 3.5% 01/05/2048	US\$908,183	789	0.13
J.P. Morgan Mortgage Trust FRN, Series 2018-4 3.5% 25/10/2048	US\$510,118	421	0.07
FNMA BM4835 3.5% 01/11/2048	US\$903,804	776	0.13
FHLMC Q62573 3.5% 01/12/2048	US\$707,904	614	0.10

	Holding at 15.5.20	Market Value £000's	% of net assets
FHLMC Q63195 3% 01/04/2049	US\$1,159,734	1,000	0.16
UMBS MA3687 4% 01/06/2049	US\$629,311	551	0.09
UMBS MA3776 4% 01/09/2049	US\$406,349	356	0.06
UMBS SD8037 2.5% 01/01/2050	US\$292,294	249	0.04
UMBS QA6345 4% 01/01/2050	US\$934,534	819	0.13
Mastercard 3.85% 26/03/2050	US\$339,000	334	0.05
NIKE 3.375% 27/03/2050	US\$662,000	595	0.10
Oracle 3.6% 01/04/2050	US\$2,152,000	1,906	0.31
UMBS CA5504 2.5% 01/04/2050	US\$347,128	296	0.05
UMBS QA8517 2.5% 01/04/2050	US\$347,830	297	0.05
UMBS BK2229 2.5% 01/04/2050	US\$348,529	298	0.05
UMBS MA4019 2.5% 01/05/2050	US\$1,200,000	1,020	0.17
Enterprise Products Operating FRN 5.375% 15/02/2078	US\$1,300,000	928	0.15
AT&T FRN 2.875% Perpetual	€100,000	80	0.01
Energy Transfer Operating FRN 6.625% Perpetual	US\$1,616,000	929	0.15
		<b>59,902</b>	<b>9.73</b>
<b>Corporate Bonds total</b>		<b>399,033</b>	<b>64.80</b>
<b>Convertible Bonds 0.32% (0.00%)</b>			
<b>Italy 0.22% (0.00%)</b>			
Telecom Italia 1.13% 26/03/2022	€1,600,000	1,351	0.22
		<b>1,351</b>	<b>0.22</b>

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
<b>Spain 0.10% (0.00%)</b>			
International Consolidated Airlines Group 0.63% 17/11/2022	€900,000	596	0.10
		<b>596</b>	<b>0.10</b>
<b>Convertible Bonds total</b>			
		<b>1,947</b>	<b>0.32</b>

<b>Supranationals 3.03% (3.28%)</b>			
European Bank for Reconstruction & Development 1.25% 15/12/2022	£3,371,000	3,432	0.56
European Investment Bank 0.75% 15/11/2024	£2,746,000	2,792	0.45
European Investment Bank 6% 07/12/2028	£4,690,000	6,752	1.10
European Investment Bank 5.63% 07/06/2032	£3,657,000	5,683	0.92
<b>Supranationals total</b>			
		<b>18,659</b>	<b>3.03</b>

<b>Swaps 0.82% ((0.90)%)</b>			
Credit Default Swap BNP Paribas Buy Mondelez International 6.5% 11/08/2017 20/12/2020	USD 970,000	(6)	0.00
Credit Default Swap J.P. Morgan Buy Mondelez International 6.5% 11/08/2017 20/12/2020	USD 785,000	(5)	0.00
Credit Default Swap Citigroup Buy Royal Dutch Shell 0% 15/09/2019 20/12/2021	EUR 3,350,000	(32)	0.00
Credit Default Swap Citigroup Buy Total 4.875% 28/01/2019 20/12/2021	EUR 3,350,000	(33)	(0.01)

	Holding at 15.5.20	Market Value £000's	% of net assets
Credit Default Swap Citigroup Buy Standard Chartered Bank 5.875% 26/09/2017 20/06/2022	EUR 394,899	(3)	0.00
Credit Default Swap J.P. Morgan Buy Standard Chartered Bank 5.875% 26/09/2017 20/06/2022	EUR 4,850,000	(33)	(0.01)
Credit Default Swap Morgan Stanley Buy Standard Chartered Bank 5.875% 26/09/2017 20/06/2022	EUR 431,034	(3)	0.00
Credit Default Swap Credit Suisse Buy CDX.NA.HY.30-V7 20/06/2023	USD 10,888,000	530	0.09
Credit Default Swap J.P. Morgan Buy Volvo Treasury 2.375% 26/11/2019 20/12/2023	EUR 2,557,381	(31)	0.00
Credit Default Swap BNP Paribas Buy HSBC Holdings 6% 10/06/2019 20/12/2023	EUR 847,272	8	0.00
Credit Default Swap J.P. Morgan Buy HSBC Holdings 6% 10/06/2019 20/12/2023	EUR 4,101,284	36	0.00
Credit Default Swap Morgan Stanley Buy CDX.NA.HY.32-V5 20/06/2024	USD 16,527,800	785	0.13
Credit Default Swap Morgan Stanley Buy ITRAXX.EUROPE. CROSSOVER.33-V1 20/06/2025	EUR 37,700,000	293	0.04
Credit Default Swap Morgan Stanley Buy ITRAXX.EUROPE. MAIN.33-V1 20/06/2025	EUR 54,260,000	(319)	(0.05)
Credit Default Swap Citigroup Sell Tesco 6% 14/12/2029 20/12/2020	EUR 3,700,000	18	0.00

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
Credit Default Swap Citigroup Sell Iberdrola 2.875% 11/11/2020 20/06/2021	EUR 839,187	7	0.00
Credit Default Swap Citigroup Sell Next 5.375% 26/10/2021 20/06/2022	EUR 1,650,000	(30)	0.00
Credit Default Swap J.P. Morgan Sell Heathrow Funding 1.875% 23/05/2024 20/06/2023	EUR 4,033,006	(114)	(0.02)
Credit Default Swap Morgan Stanley Sell CDX.NA.HY.32-V5 20/06/2024	USD 10,000,000	(537)	(0.09)
Credit Default Swap Morgan Stanley Sell CDX.NA.IG.33-V1 20/12/2024	USD 29,539,000	86	0.01
Interest Rate Swap Morgan Stanley Pay floating SONIA 1 day Receive fixed 0.47% 22/01/2023	GBP 65,767,000	782	0.13
Interest Rate Swap Morgan Stanley Pay floating SONIA 1 day Receive fixed 0.12% 06/05/2025	GBP 15,715,000	26	0.00
Interest Rate Swap Morgan Stanley Pay floating SONIA 1 day Receive fixed 0.132% 06/05/2025	GBP 15,715,000	35	0.01
Interest Rate Swap Morgan Stanley Pay floating SONIA 1 day Receive fixed 0.645% 22/01/2032	GBP 69,747,000	3,600	0.58
Interest Rate Swap Morgan Stanley Pay floating SONIA 1 day Receive fixed 0.27% 20/04/2040	GBP 7,641,000	98	0.02
Interest Rate Swap Morgan Stanley Pay fixed 0.222% Receive floating SONIA 1 day 16/04/2050	GBP 1,326,500	(26)	0.00

	Holding at 15.5.20	Market Value £000's	% of net assets
Interest Rate Swap Morgan Stanley Pay fixed 0.237% Receive floating SONIA 1 day 16/04/2050	GBP 1,326,500	(32)	(0.01)
Interest Rate Swap Morgan Stanley Pay fixed 0.225% Receive floating SONIA 1 day 17/04/2050	GBP 1,326,500	(27)	0.00
Interest Rate Swap Morgan Stanley Pay fixed 0.229% Receive floating SONIA 1 day 17/04/2050	GBP 1,326,500	(29)	0.00
Interest Rate Swap Morgan Stanley Pay fixed 0.15% Receive floating SONIA 1 day 06/05/2050	GBP 2,657,500	4	0.00
Interest Rate Swap Morgan Stanley Pay fixed 0.158% Receive floating SONIA 1 day 06/05/2050	GBP 2,657,500	(3)	0.00
<b>Swaps total</b>		<b>5,045</b>	<b>0.82</b>
<b>Swaptions (0.39)% ((0.10)%)</b>			
Credit Default Swap J.P. Morgan Buy CDX.NA.HY.33-V2 Put 1.06 17/06/2020	USD(14,618,000)	(1,897)	(0.31)
Credit Default Swap Morgan Stanley Sell CDX.NA.HY.34-V1 Call 0.95 15/07/2020	USD4,845,990	36	0.00
Interest Rate Swap Morgan Stanley Pay floating LIBOR 3 month Receive fixed 1.655% Call 1.655 10/08/2030	USD(9,810,559)	(819)	(0.13)
Interest Rate Swap Morgan Stanley Pay fixed 2% Receive floating LIBOR 3 month Put 2 21/04/2051	USD8,626,685	61	0.01

# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
Interest Rate Swap Barclays Pay fixed 2% Receive floating LIBOR 3 month Put 2 21/04/2051	USD6,841,500	49	0.01
Interest Rate Swap J.P. Morgan Pay fixed 2% Receive floating LIBOR 3 month Put 2 21/04/2051	USD5,366,315	38	0.01
Interest Rate Swap UBS Pay fixed 1.5% Receive floating LIBOR 3 month Put 1.5 10/05/2051	USD6,979,000	144	0.02
<b>Swaptions total</b>		<b>(2,388)</b>	<b>(0.39)</b>
<b>Option 0.00% (0.11%)</b>			
<b>Forward Foreign Currency Contracts (0.53)% ((0.08)%)</b>			
Buy AUD 67,829 Sell GBP 35,225 20/05/2020	AUD 67,829	1	0.00
Buy AUD 19,944,476 Sell GBP 10,545,346 20/05/2020	AUD 19,944,476	(16)	0.00
Buy AUD 2,517,186 Sell GBP 1,328,278 18/06/2020	AUD 2,517,186	1	0.00
Buy CAD 14,475,863 Sell GBP 8,377,536 20/05/2020	CAD 14,475,863	54	0.01
Buy CNH 185,084,000 Sell GBP 21,141,464 20/05/2020	CNH 185,084,000	151	0.02
Buy EUR 79,187,217 Sell GBP 69,868,974 20/05/2020	EUR 79,187,217	311	0.05
Buy EUR 1,040,534 Sell GBP 919,235 18/06/2020	EUR 1,040,534	3	0.00
Buy USD 79,015,548 Sell GBP 64,068,200 20/05/2020	USD 79,015,548	709	0.11

	Holding at 15.5.20	Market Value £000's	% of net assets
Buy USD 7,848,771 Sell GBP 6,372,680 18/06/2020	USD 7,848,771	61	0.01
Sell AUD 20,012,305 Buy GBP 10,121,569 20/05/2020	AUD (20,012,305)	(444)	(0.07)
Sell AUD 19,944,476 Buy GBP 10,544,850 18/06/2020	AUD (19,944,476)	15	0.00
Sell CAD 14,475,863 Buy GBP 8,245,132 20/05/2020	CAD (14,475,863)	(186)	(0.03)
Sell CAD 14,475,863 Buy GBP 8,376,824 18/06/2020	CAD (14,475,863)	(54)	(0.01)
Sell CNH 185,084,000 Buy GBP 20,917,268 20/05/2020	CNH (185,084,000)	(375)	(0.06)
Sell CNH 185,084,000 Buy GBP 21,111,946 18/06/2020	CNH (185,084,000)	(153)	(0.02)
Sell EUR 50,000 Buy GBP 44,342 20/05/2020	EUR (50,000)	0	0.00
Sell EUR 79,137,217 Buy GBP 69,093,423 20/05/2020	EUR (79,137,217)	(1,042)	(0.17)
Sell EUR 75,859,240 Buy GBP 67,001,446 18/06/2020	EUR (75,859,240)	(261)	(0.04)
Sell USD 79,015,548 Buy GBP 63,237,371 20/05/2020	USD (79,015,548)	(1,540)	(0.25)
Sell USD 60,227,777 Buy GBP 48,900,948 18/06/2020	USD (60,227,777)	(470)	(0.08)
<b>Forward Foreign Currency Contracts total</b>		<b>(3,235)</b>	<b>(0.53)</b>



# Portfolio Statement (continued)

	Holding at 15.5.20	Market Value £000's	% of net assets
<b>Futures 0.22% ((0.21)%)</b>			
Australia 10 Year Bond June 2020	(139)	(31)	(0.01)
Euro-Bobl June 2020	5	(1)	0.00
Euro-BTP June 2020	16	43	0.01
Euro-Bund June 2020	(289)	122	0.02
Euro-Buxl 30 Year Bond June 2020	(2)	(36)	(0.01)
Japan 10 Year Bond June 2020	21	(571)	(0.09)
Korea 10 Year Bond June 2020	109	142	0.02
Long Gilt June 2020	(64)	(256)	(0.04)
US 2 Year Note June 2020	618	49	0.01
US 5 Year Note June 2020	753	1,577	0.26
US 10 Year Note June 2020	515	677	0.11
US 10 Year Ultra June 2020	56	55	0.01
US Long Bond June 2020	(10)	(125)	(0.02)
US Ultra Bond June 2020	(36)	(313)	(0.05)
<b>Futures total</b>		<b>1,332</b>	<b>0.22</b>
Portfolio of investments		<b>601,270</b>	<b>97.65</b>
Net other assets		14,476	2.35
<b>Net assets attributable to unitholders</b>		<b>615,746</b>	<b>100.00</b>

The comparative percentage figures in brackets are as at 15 May 2019.

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.

# Statement of Total Return

For the year ended 15 May 2020

		2020	2019
	Notes	£000's	£000's
<b>Income</b>			
Net capital gains	2	57,832	5,207
Revenue	3	21,564	19,597
Expenses	4	(853)	(1,036)
Net revenue before taxation		<b>20,711</b>	<b>18,561</b>
Taxation	5	(40)	0
Net revenue after taxation		<b>20,671</b>	<b>18,561</b>
<b>Total return before distributions</b>		<b>78,503</b>	<b>23,768</b>
Distributions	6	(24,435)	(23,478)
<b>Change in net assets attributable to unitholders from investment activities</b>		<b>54,068</b>	<b>290</b>

# Statement of Change in Net Assets Attributable to Unitholders

For the year ended 15 May 2020

	2020	2019
	£000's	£000's
Opening net assets attributable to unitholders	768,481	795,462
Amounts receivable on issue of units	30,245	43,193
Amounts payable on cancellation of units	(254,065)	(87,118)
	<b>(223,820)</b>	<b>(43,925)</b>
Dilution adjustment	569	211
Change in net assets attributable to unitholders from investment activities	54,068	290
Retained distribution on Accumulation units	16,448	16,443
<b>Closing net assets attributable to unitholders</b>	<b>615,746</b>	<b>768,481</b>

# Balance Sheet

As at 15 May 2020

		2020	2019
	Notes	£000's	£000's
<b>Assets</b>			
Investments		611,123	749,118
<b>Current assets</b>			
Debtors	8	7,519	9,599
Cash and bank balances	9	19,223	34,185
<b>Total assets</b>		<b>637,865</b>	<b>792,902</b>
<b>Liabilities</b>			
Investment liabilities		(9,853)	(14,314)
<b>Creditors</b>			
Bank overdrafts	10	(6,422)	(2,045)
Distributions payable		(3,537)	(5,506)
Other creditors	11	(2,307)	(2,556)
<b>Total liabilities</b>		<b>(22,119)</b>	<b>(24,421)</b>
<b>Net assets attributable to unitholders</b>		<b>615,746</b>	<b>768,481</b>

# Notes to the Accounts

## 1 Accounting policies

### 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 Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association 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)).

### Revenue

Interest receivable from bank balances, futures clearing houses and brokers is accounted for on an accruals basis. Interest receivable from debt securities is accounted for on an effective yield basis.

### Interest on debt securities bought or sold

Interest on debt securities bought or sold is excluded from the capital cost of securities, and is dealt with as part of the revenue of the Fund.

### Expenses

Expenses of the Fund are charged against revenue except for costs associated with the purchase and sale of investments which are allocated to the capital of the Fund. All expenses are accounted for on an accruals basis.

The Annual management charge is initially charged to revenue but ultimately borne by the capital 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.

### Taxation

The Fund satisfied the qualifying investments test of Statutory Instrument 2006/964 Authorised Investment Funds (Tax) Regulations 2006 Regulation 19 throughout the year. All distributions made are therefore made as interest distributions.

Deferred taxation is provided for on all timing differences that have originated but not reversed by the balance sheet date, other than those differences regarded as permanent. Any liability to deferred taxation is provided for at the average rate of taxation expected to apply. Deferred tax assets and liabilities are not discounted to reflect the time value of money.

### Distributions

The revenue available for distribution is the total revenue earned by the Fund, less deductible expenses and taxation charged to revenue. For Accumulation units this revenue is not distributed but automatically reinvested in the Fund and is reflected in the value of these units.

For the purpose of calculating the distribution, revenue on debt securities is calculated on a coupon basis where this exceeds the amount determined on an effective yield basis. As a consequence, the capital value of the Fund may be eroded.

### Dilution adjustment

In certain circumstances the Manager may apply a dilution adjustment on subscriptions and redemptions of units. If applied, the dilution adjustment is paid to the Fund. See Prospectus for further details.

### Valuation

All investments held by the Fund have been valued at market value at 18:00 on the last working day of the accounting period. Market value is defined by the Statement of Recommended Practice as fair value which generally is the bid value of each security and the offer value for short positions. Non-exchange traded derivatives, including swaps are priced at fair value using valuation models and data sourced from market data providers and/or information provided by the relevant third party brokers.

### Foreign currencies

Transactions in foreign currencies are translated into sterling at the exchange rate prevailing on the date of the transaction. Assets and liabilities valued in foreign currencies have been translated into sterling at the exchange rates prevailing at the balance sheet date.

### Credit default swaps

The upfront fees received on a mark to market basis are split between capital and revenue as appropriate. For sell protections, periodic premiums are accounted for on an accruals basis and are included under Net revenue return from derivative contracts.

# Notes to the Accounts (continued)

## 2 Net capital gains

The net capital gains during the year comprise:

	2020 £000's	2019 £000's
Non-derivative securities	56,661	18,244
Derivative contracts	6,912	(12,322)
Forward foreign currency contracts	(4,291)	(2,394)
Foreign currency (losses)/gains	(1,437)	1,700
Transaction costs	(13)	(21)
<b>Net capital gains</b>	<b>57,832</b>	<b>5,207</b>

## 3 Revenue

	2020 £000's	2019 £000's
Interest on debt securities	19,553	23,265
Bank interest	98	169
Net revenue return from derivative contracts	1,913	(3,837)
<b>Total revenue</b>	<b>21,564</b>	<b>19,597</b>

## 4 Expenses

	2020 £000's	2019 £000's
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Annual management charge	690	835
<b>Payable to the Trustee, associates of the Trustee and agents of either of them:</b>		
Trustee's fees	67	72
Safe custody fees	22	22
	<b>89</b>	<b>94</b>
<b>Other expenses:</b>		
Audit fee	14	14
Interest payable	60	93
	<b>74</b>	<b>107</b>
<b>Total expenses</b>	<b>853</b>	<b>1,036</b>

# Notes to the Accounts (continued)

## 5 Taxation

Corporation tax has not been provided for as expenses and interest distributions payable by the Fund exceed the revenue liable to corporation tax.

### (a) Analysis of the tax charge for the year

	2020 £000's	2019 £000's
Overseas withholding tax	40	0
<b>Total current tax (Note 5(b))</b>	<b>40</b>	<b>0</b>

### (b) Factors affecting the current tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for authorised unit trusts of 20% (2019 – 20%) is applied to the net revenue before taxation. The differences are explained below.

	2020 £000's	2019 £000's
<b>Net revenue before taxation</b>	<b>20,711</b>	<b>18,561</b>
Net revenue for the year before taxation multiplied by the standard rate of corporation tax	4,142	3,712
<b>Effects of:</b>		
Interest distributions deductible for tax purposes	(4,142)	(3,712)
Irrecoverable overseas withholding tax	40	0
<b>Current tax charge for the year (Note 5(a))</b>	<b>40</b>	<b>0</b>

## 6 Distributions

The distributions, which are on a coupon basis, take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	2020 £000's	2019 £000's
Quarterly Interest distribution	207	133
Interim Interest distribution	223	120
Quarterly Interest distribution	111	138
Final Interest distribution	19,985	21,949
	<b>20,526</b>	<b>22,340</b>
Add: Revenue deducted on cancellation of units	4,133	1,427
Deduct: Revenue received on issue of units	(224)	(289)
<b>Distributions</b>	<b>24,435</b>	<b>23,478</b>
Net revenue after taxation	20,671	18,561
Annual management charge taken to capital	690	835
Adjustment for coupon distributions	3,074	4,082
<b>Distributions</b>	<b>24,435</b>	<b>23,478</b>

Details of the distributions per unit are set out in the Distribution Table on pages 10 and 11.

# Notes to the Accounts (continued)

## 7 Fair value hierarchy

Instruments held at the year end are presented in line with amendments to FRS 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland Fair value hierarchy disclosures.

Basis of valuation	2020		2019	
	Assets £000's	Liabilities £000's	Assets £000's	Liabilities £000's
Level 1: Quoted prices	94,229	(1,302)	220,403	(2,578)
Level 2: Observable market data	516,894	(8,551)	528,715	(11,736)
Level 3: Unobservable data	0	0	0	0
<b>Total</b>	<b>611,123</b>	<b>(9,853)</b>	<b>749,118</b>	<b>(14,314)</b>

Level 1: Unadjusted quoted price in an active market for an identical instrument.

Level 2: Valuation techniques using observable inputs other than quoted prices within level 1.

Level 3: Valuation techniques using unobservable inputs.

### Unobservable data

Unobservable data has been used only where relevant observable market data is not available. Where there was no reputable price source for an investment, the Manager has assessed information available from internal and external sources in order to arrive at an estimated fair value. The fair value is established by using measures of value such as the price of recent transactions, earnings multiple and net assets. The Manager of the Fund also makes judgements and estimates based on their knowledge of recent investment performance, historical experience and other assumptions that are considered reasonable under the circumstances. The estimates and the assumptions used are under continuous review by the Manager with particular attention paid to the carrying value of the investments.

## 8 Debtors

	2020 £000's	2019 £000's
Amounts receivable for issue of units	67	406
Sales awaiting settlement	1,224	0
Accrued revenue	6,029	9,078
Amounts receivable on derivative contracts	199	115
<b>Total debtors</b>	<b>7,519</b>	<b>9,599</b>

## 9 Cash and bank balances

	2020 £000's	2019 £000's
Cash and bank balances	3,713	15,126
Amounts held at futures clearing houses and brokers	15,510	19,059
<b>Total cash and bank balances</b>	<b>19,223</b>	<b>34,185</b>

## 10 Bank overdrafts

	2020 £000's	2019 £000's
Bank overdrafts	3,527	0
Amounts overdrawn at futures clearing houses and brokers	2,895	2,045
<b>Total bank overdrafts</b>	<b>6,422</b>	<b>2,045</b>

# Notes to the Accounts (continued)

## 11 Other creditors

	2020 £000's	2019 £000's
Amounts payable for cancellation of units	1,766	43
Purchases awaiting settlement	437	2,384
Amounts payable on derivative contracts	1	2
Accrued expenses	103	127
<b>Total other creditors</b>	<b>2,307</b>	<b>2,556</b>

## 12 Contingent liabilities

There were no contingent liabilities at the balance sheet date (2019 – Nil).

## 13 Related party transactions

The Manager exercises control over the Fund and is therefore a related party by virtue of its controlling influence.

Amounts paid during the year or due to the Manager at the balance sheet date are disclosed under Expenses and Other creditors in the Notes to the Accounts.

The Manager acts as principal on all transactions of units in the Fund. The aggregate monies paid through the issue and cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and Distributions in the Notes to the Accounts. Amounts due from or to the Manager in respect of unit transactions at the balance sheet date are included under Debtors and Other creditors in the Notes to the Accounts.

Units held or managed by the Manager or associates of the Manager as a percentage of the Fund's net asset value at the balance sheet date were 26.22% (2019 – 29.93%).

## 14 Unit classes

The Fund currently has four unit classes. The Annual Management charge is based on the average value of the Fund, calculated on a daily basis, and covers the remuneration of the Manager, the Investment Adviser and their overhead expenses and for each unit class is as follows:

I Income units	0.30%
I Accumulation units	0.30%
X Income (Quarterly) units	0.00%
X Accumulation units	0.00%

The closing net asset value of each unit class, the closing net asset value per unit and the closing number of units in issue are given in the Comparative Table on pages 10 and 11. The distributions per unit class are given in the Distribution Table on pages 39 and 40. All classes have the same rights on winding up.

## 15 Derivative and other financial instruments

The main risks arising from the Fund's financial instruments are market price, derivative, foreign currency, liquidity, credit and interest rate risks. The Manager's policies for managing these risks are summarised below and have been applied throughout the year and the prior year.

### Market price risk

The Fund's investment portfolio is exposed to market price fluctuations which are monitored by the Manager in pursuance of the investment objective and policy. Adherence to investment guidelines and to investment and borrowing powers set out in the Trust Deed, the Prospectus and in the Collective Investment Schemes sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

### Derivative risk

Where a Fund trades in derivatives to achieve its investment objective, this involves a higher degree of risk and may lead to a higher volatility in the unit prices of the Fund. The Manager employs a risk management process to allow the Manager 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 Manager conducts daily value at risk analysis of the Fund and performs both stress and back testing of the Fund.

### Foreign currency risk

Where a portion of the net assets of the Fund are denominated in currencies other than sterling the balance sheet and total return can be affected by currency movements. Therefore the Manager may decide that a proportion of the investments that are not priced in sterling, may be covered by forward currency contracts, so that the Fund's exposure to currency risk is reduced.

Revenue received in other currencies is translated to sterling on or near the date of receipt. The Fund does not hedge or otherwise seek to avoid currency movement risk on accrued revenue.



# Notes to the Accounts (continued)

## Liquidity risk

The primary source of this risk to the Fund is the liability to unitholders for any cancellation of units. This risk is minimised by holding cash, readily realisable securities and access to overdraft facilities up to the amount prescribed by the Collective Investment Schemes sourcebook.

## Credit risk

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its responsibilities. The Fund only buys and sells investments through brokers which have been approved by the Manager as an acceptable counterparty. In addition, limits are set to the exposure to any individual broker that may exist at any time and changes in brokers' financial ratings are reviewed.

## Interest rate risk

Interest rate risk is the risk that the value of the Fund's investment holdings will fluctuate as a result of changes in interest rates.

The Fund may invest in fixed and floating rate securities. The revenue of the Fund may be affected by changes to interest rates relevant to particular securities or as a result of the Manager being unable to secure similar returns on the expiry of contracts or sale of securities. The value of interest bearing securities may be affected by interest rate movements or the expectation of such movements in the future. Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

## Floating rate financial assets and financial liabilities

Sterling denominated bank balances and bank overdrafts bear interest at rates based on the Sterling Overnight Index Average rate. Sterling denominated floating rate bonds, foreign currency bank balances, bank overdrafts and amounts held or overdrawn at futures clearing houses and brokers bear interest at rates based on the London Interbank Offer Rate or its international equivalent.

## Fair value of financial assets and financial liabilities

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

## Derivatives

During the year the Fund entered into derivative contracts for specific investment purposes in addition to being used for efficient management.

## Global risk exposure

### Relative VaR approach

This approach is used for the Funds whose risk can be managed in relation to a defined benchmark.

### Regulatory VaR limit utilisation

	2020			2019		
	Lowest	Highest	Average	Lowest	Highest	Average
	47.89%	58.14%	52.78%	41.75%	53.25%	46.25%

### VaR Benchmark used

	2020	2019
	50% iBoxx GBP Gilts TR + 50% iBoxx GBP Non-Gilts TR	50% iBoxx GBP Gilts TR + 50% iBoxx GBP Non-Gilts TR

### Information on VaR model

	2020			2019		
Model type	Length of data history	Confidence level	Holding period	Length of data history	Confidence level	Holding period
Parametric VaR	All available history	99%	20 days	All available history	99%	20 days

## Leverage

### Information on the limit usage and level of leverage

The level of leverage is an indication of the derivative usage and of any leverage generated by the reinvestment of cash received as collateral when using efficient portfolio management techniques. It does not take into account other physical assets directly held in the portfolio of the Fund. The figure is not representative of the maximum amount that a Fund could lose, as it includes the derivatives used to protect the Net Asset Value of a Fund as well as the derivatives backed by risk free assets and derivatives which do not generate any incremental exposure, leverage or market risk from an economic perspective. The reported leverage figure is therefore not a true representation of the economic leverage<sup>1</sup> in the Fund.

# Notes to the Accounts (continued)

The level of leverage disclosed is based on the total notional value<sup>2</sup> of all derivative instruments held by a Fund and is expressed as a percentage of the Fund's Net Asset Value. For the purpose of this calculation the holdings and offset derivative positions (long and short positions) do not cancel each other out and the figure is a sum of the total holdings.

## Leverage

2020				2019			
Lowest	Highest	Average	Leverage 15 May	Lowest	Highest	Average	Leverage 15 May
109.25%	363.96%	172.09%	186.28%	129.90%	604.40%	257.00%	258.90%

- Where economic leverage is the sum of derivative commitments (calculated in line with European Securities and Markets Authority 10/788) and excludes derivatives used within hedging arrangements, derivatives whose commitments is covered by risk free assets and derivatives which are not considered to generate any incremental exposure and leverage or market risk.
- Delta adjusted in line with European Securities and Markets Authority 10/788 when appropriate.

## 16 Debt securities credit analysis

	2020 £000's	2019 £000's
Investment grade securities	502,680	660,933
Below investment grade securities	58,124	72,124
Unrated securities	17,300	10,835
<b>Total debt securities</b>	<b>578,104</b>	<b>743,892</b>

The Fund invests in credit default swaps to adjust the credit risk profile of the Fund. The notional exposure of these swaps has been included in the above table.

## 17 Direct transaction costs

In the case of shares, broker commissions and transfer taxes/stamp duty are paid by the Fund on each transaction. In addition, there is a dealing spread between buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment.

2020	Principal £000's	Commissions £000's	Taxes £000's	Total cost £000's	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Bonds	444,789	0	0	444,789	0.00	0.00
Funds	21,500	0	0	21,500	0.00	0.00
	<b>466,289</b>	<b>0</b>	<b>0</b>	<b>466,289</b>		
<b>Sales</b>						
Bonds	662,984	0	0	662,984	0.00	0.00
Derivative purchases and sales		1	0			
Total cost of the Fund's average net asset value (%)		<b>0.00</b>	<b>0.00</b>			

# Notes to the Accounts (continued)

2019	Principal £000's	Commissions £000's	Taxes £000's	Total cost £000's	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Bonds	466,173	0	0	466,173	0.00	0.00
<b>Sales</b>						
Bonds	513,203	0	0	513,203	0.00	0.00
Derivative purchases and sales		(3)	0			
Total cost of the Fund's average net asset value (%)		0.00	0.00			

## Average portfolio dealing spread

As at the balance sheet date the average portfolio dealing spread was 0.84% (2019 – 0.50%).

This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

## 18 Units in issue reconciliation

	Number of units in issue 15.5.19	Number of units issued	Number of units cancelled	Number of units converted	Number of units in issue 15.5.20
I Income units	151,294,101	12,450,904	(83,673,678)	0	80,071,327
I Accumulation units	36,597,301	988,871	(4,648,782)	0	32,937,390
X Income (Quarterly) units	36,053,557	13,740,672	(33,633,807)	0	16,160,422
X Accumulation units	220,565,304	2,034,761	(50,685,430)	0	171,914,635

## 19 Counterparty exposure

The types of derivatives held at the balance sheet date were forward foreign currency contracts, credit default swaps, interest rate swaps, inflation linked swaps, option contracts and swaption contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

Counterparty	Forward foreign currency contracts £000's	Credit default swaps £000's	Interest rate swaps £000's	Inflation linked swaps £000's	Option contracts £000's	Swaption contracts £000's	Total £000's
<b>Barclays Capital</b>							
2020	(1,193)	0	0	0	0	49	(1,144)
2019	0	0	0	0	0	0	0
<b>BNP Paribas</b>							
2020	(888)	2	0	0	0	0	(886)
2019	0	(11)	0	0	0	0	(11)
<b>Citibank</b>							
2020	(377)	0	0	0	0	0	(377)
2019	0	(119)	0	0	0	(167)	(286)
<b>Citigroup</b>							
2020	0	(73)	0	0	0	0	(73)
2019	0	0	0	0	0	0	0

# Notes to the Accounts (continued)

Counterparty	Forward foreign currency contracts £000's	Credit default swaps £000's	Interest rate swaps £000's	Inflation linked swaps £000's	Option contracts £000's	Swaption contracts £000's	Total £000's
<b>Credit Suisse</b>							
2020	0	530	0	0	0	0	530
2019	0	(685)	0	0	0	0	(685)
<b>Deutsche Bank</b>							
2020	(92)	0	0	0	0	0	(92)
2019	0	0	0	0	0	0	0
<b>HSBC</b>							
2020	(2)	0	0	0	0	0	(2)
2019	(159)	0	0	0	0	0	(159)
<b>JPMorgan Chase</b>							
2020	(369)	(147)	0	0	0	(1,859)	(2,375)
2019	(430)	(850)	0	0	0	0	(1,280)
<b>Morgan Stanley</b>							
2020	(1)	305	4,428	0	0	(722)	4,010
2019	0	(4,323)	1,590	(2,517)	0	(621)	(5,871)
<b>RBC</b>							
2020	(452)	0	0	0	0	0	(452)
2019	4	0	0	0	0	0	4
<b>State Street</b>							
2020	138	0	0	0	0	0	138
2019	12	0	0	0	0	0	12
<b>UBS</b>							
2020	1	0	0	0	0	144	145
2019	0	0	0	0	828	0	828

Previously futures contracts were disclosed in the table above. The prior comparative year figures have not been amended.

# Notes to the Accounts (continued)

The collateral held/(pledged) by the Fund on behalf of the counterparties at the balance sheet date was as follows:

Counterparty	2020 £000's	2019 £000's
Barclays Capital	(40)	0
BNP Paribas	(1,076)	0
Citibank	(306)	223
Credit Suisse	400	642
Goldman Sachs	(140)	0
JPMorgan Chase	1,199	834
Merrill Lynch	610	0
Morgan Stanley	(2,275)	(9,922)
Royal Bank of Canada	301	0
UBS	(1,180)	0
<b>Total</b>	<b>(2,507)</b>	<b>(8,223)</b>

The nature of collateral held/(pledged) by the Fund on behalf of the counterparties at the balance sheet date was as follows:

	2020 £000's	2019 £000's
Bonds	5,244	2,804
Cash	(7,751)	(11,027)
<b>Total</b>	<b>(2,507)</b>	<b>(8,223)</b>

## 20 Non-adjusting post balance sheet events

As a result of market movements and foreign exchange rates, since the balance sheet date on 15 May 2020, the price of each unit class has changed as follows:

	Dealing price p 1.9.20	Dealing price p 15.5.20	% change
I Income units	129.80	133.00	(2.41)
I Accumulation units	244.50	242.30	0.91
X Income (Quarterly) units	61.27	61.68	(0.66)
X Accumulation units	251.30	248.80	1.00

# Securities Financing Transactions

The Fund has not engage in Securities Financing Transactions (as defined in Article 3 of Regulation (EU) 2015/2365, these include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions, margin lending transactions and Total Return Swaps). Accordingly, disclosures required by Article 13 of the Regulation are not applicable for the accounting year ended 15 May 2020.

# Distribution Table

## Quarterly distribution for the three months ended 15 August 2019

**Group 1** Units purchased prior to 16 May 2019

**Group 2** Units purchased on or after 16 May 2019

	Net revenue 2019 p per unit	Equalisation 2019 p per unit	Distribution paid 15.10.19 p per unit	Distribution paid 15.10.18 p per unit
<b>X Income (Quarterly) units</b>				
Group 1	0.4900	–	0.4900	0.4522
Group 2	0.3761	0.1139	0.4900	0.4522

## Interim distribution for the three months ended 15 November 2019

**Group 1** Units purchased prior to 16 August 2019

**Group 2** Units purchased on or after 16 August 2019

	Net revenue 2019 p per unit	Equalisation 2019 p per unit	Distribution paid 15.1.20 p per unit	Distribution paid 15.1.19 p per unit
<b>X Income (Quarterly) units</b>				
Group 1	0.5035	–	0.5035	0.4009
Group 2	0.2223	0.2812	0.5035	0.4009

## Quarterly distribution for the three months ended 15 February 2020

**Group 1** Units purchased prior to 16 November 2019

**Group 2** Units purchased on or after 16 November 2019

	Net revenue 2020 p per unit	Equalisation 2020 p per unit	Distribution paid 15.4.20 p per unit	Distribution paid 15.4.19 p per unit
<b>X Income (Quarterly) units</b>				
Group 1	0.5233	–	0.5233	0.4188
Group 2	0.5082	0.0151	0.5233	0.4188

## Final distribution for the three months ended 15 May 2020

**Group 1** Units purchased prior to 16 February 2020

**Group 2** Units purchased on or after 16 February 2020

	Net revenue 2020 p per unit	Equalisation 2020 p per unit	Distribution payable 15.7.20 p per unit	Distribution paid 15.7.19 p per unit
<b>X Income (Quarterly) units</b>				
Group 1	0.5073	–	0.5073	0.3895
Group 2	0.5073	0.0000	0.5073	0.3895

# Distribution Table (continued)

## Final distribution for the year ended 15 May 2020

**Group 1** Units purchased prior to 16 May 2019

**Group 2** Units purchased on or after 16 May 2019

	Net revenue 2020 p per unit	Equalisation 2020 p per unit	Distribution payable 15.7.20 p per unit	Distribution paid 15.7.19 p per unit
<b>I Income units</b>				
Group 1	4.3151	–	4.3151	3.5462
Group 2	3.3634	0.9517	4.3151	3.5462
<b>I Accumulation units</b>				
Group 1	7.8625	–	7.8625	6.2752
Group 2	4.2080	3.6545	7.8625	6.2752
<b>X Accumulation units</b>				
Group 1	8.0611	–	8.0611	6.4136
Group 2	5.5656	2.4955	8.0611	6.4136

## Equalisation

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

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



# Remuneration

## UCITS remuneration disclosures for Schroder Unit Trusts Limited ('SUTL') for the year to 31 December 2019

These disclosures form part of the non-audited section of this annual report and accounts and should be read in conjunction with the Schroders plc Remuneration Report on pages 72 to 108 of the 2019 Annual Report & Accounts (available on the Group's website – [www.schroders.com/annualreport2019](http://www.schroders.com/annualreport2019)), which provides more information on the activities of our Remuneration Committee and our remuneration principles and policies.

The UCITS Material Risk Takers ('UCITS MRTs') of SUTL are individuals whose roles within the Schroders Group can materially affect the risk of SUTL or any UCITS fund that it manages. These roles are identified in line with the requirements of the UCITS Directive and guidance issued by the European Securities and Markets Authority.

The Remuneration Committee of Schroders plc has established a remuneration policy to ensure the requirements of the UCITS Directive are met for all UCITS MRTs. The Remuneration Committee and the Board of Schroders plc review remuneration strategy at least annually. The directors of SUTL are responsible for the adoption of the remuneration policy, for reviewing its general principles at least annually, for overseeing its implementation and for ensuring compliance with relevant local legislation and regulation. During 2019 the Remuneration Policy was reviewed to ensure compliance with the UCITS/AIFMD remuneration requirements and no significant changes were made.

The implementation of the remuneration policy is, at least annually, subject to independent internal review for compliance with the policies and procedures for remuneration adopted by the Board of SUTL and the Remuneration Committee. The most recent review found no fundamental issues but resulted in a range of more minor recommendations, principally improvements to process and policy documentation.

The total spend on remuneration is determined based on a profit share ratio, measuring variable remuneration charge against pre-bonus profit, and from a total compensation ratio, measuring total remuneration expense against net income. This ensures that the interests of employees are aligned with Schroders financial performance. In determining the remuneration spend each year, the underlying strength and sustainability of the business is taken into account, along with reports on risk, legal, compliance and internal audit matters from the heads of those areas.

The remuneration data that follows reflects amounts paid in respect of performance during 2019.

- The total amount of remuneration paid by SUTL to its staff was nil as SUTL has no employees. SUTL has two independent Non Executive Directors who receive fees in respect of their role on the Board of SUTL<sup>1</sup>. Employees of other Schroders Group entities who serve as Directors of SUTL receive no additional fees in respect of their role on the Board of SUTL.
- The following disclosures relate to UCITS MRTs of SUTL. Most of those UCITS MRTs were employed by and provided services to other Schroders group companies and clients. As a result, only a portion of remuneration for those individuals is included in the aggregate remuneration figures that follow, based on an objective apportionment to reflect the balance of each role using relevant regulated AUM as a proportion of the total AUM within the scope of each role. The aggregate total remuneration paid to the 176 UCITS MRTs of SUTL in respect of the financial year ended 31 December 2019, and attributed to SUTL or the UCITS funds that it manages, is £17.10 million, of which £3.29 million was paid to senior management, and £13.81 million was paid to MRTs deemed to be taking risk on behalf of SUTL or the UCITS funds that it manages and Control Function MRTs.

For additional qualitative information on remuneration policies and practices see [www.schroders.com/rem-disclosures](http://www.schroders.com/rem-disclosures).

<sup>1</sup> The fees are not disclosed due to confidentiality and data protection considerations. The amount is not material to SUTL.

# General Information

## Manager

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

## Investment Adviser

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

## Trustee

J.P. Morgan Europe Limited  
Chaseside  
Bournemouth BH7 7DA  
Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority

## Registrar

To 21 June 2020  
Schroder Unit Trust Limited  
1 London Wall Place  
London EC2Y 5AU  
Authorised and regulated by the Financial Conduct Authority  
From 22 June 2020  
HSBC Bank Plc  
8 Canada Square  
London E14 8HQ  
Authorised and regulated by the Financial Conduct Authority

## Administration Details

Schroders Investor Services  
PO BOX 1402  
Sunderland  
SR43 4AF

## Independent Auditors

PricewaterhouseCoopers LLP  
Atria One  
144 Morrison Street  
Edinburgh EH3 8EX

## Authorisation

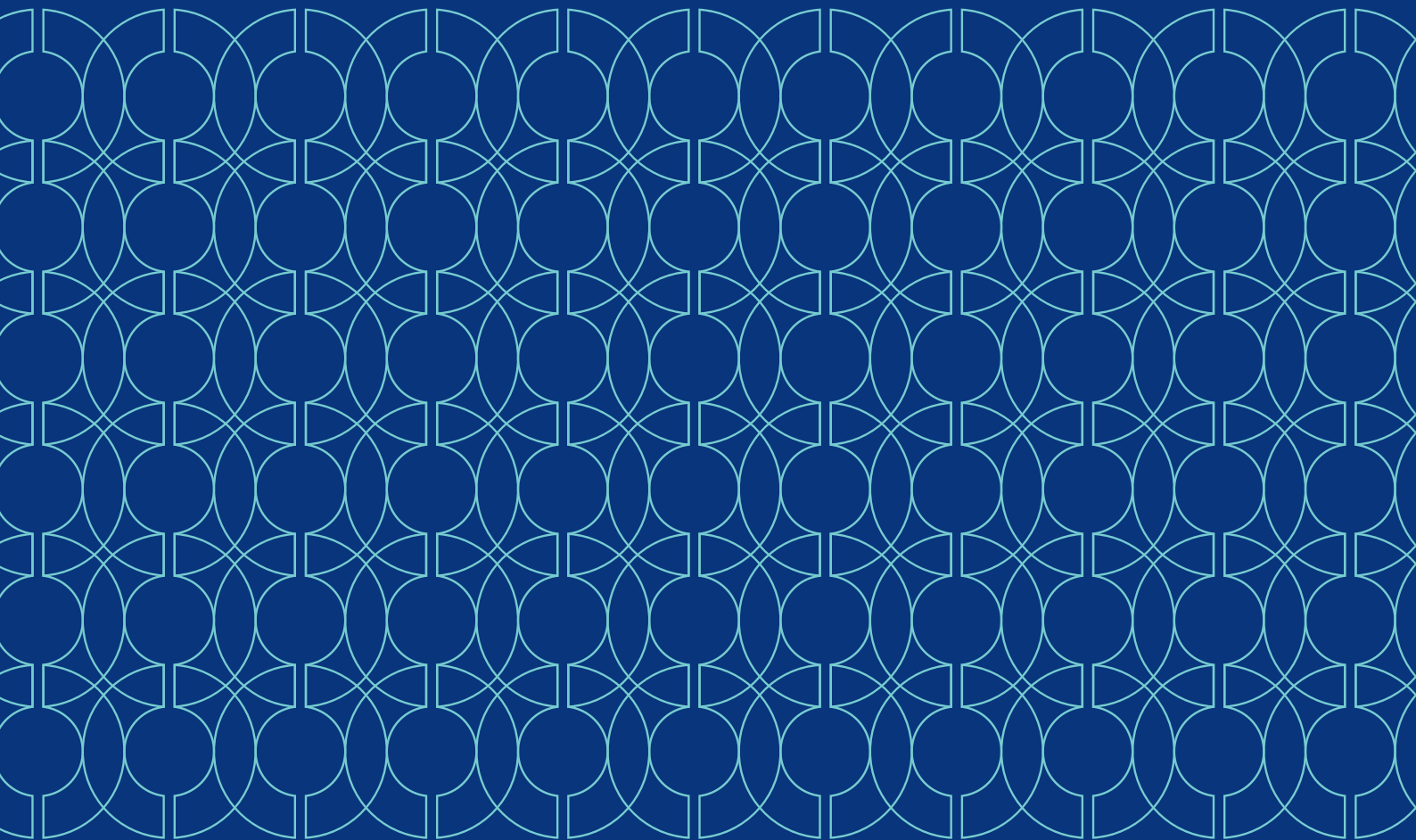
The Fund is an authorised unit trust and is constituted pursuant to the Collective Investment Schemes sourcebook and is structured as a Trust. The Fund is a UCITS scheme for the purpose of the categorisation of the Collective Investment Schemes sourcebook.

## Value Assessment

A statement on the Assessment of Value will be available for all applicable Funds managed by Schroders Unit Trusts Limited. This report will be published on the Global Fund Centre in the Fund Literature section at [www.Schroders.com](http://www.Schroders.com) within 4 months of the annual 'reference date' 31 December.

## 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.com](http://www.schroders.com).



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For further literature please contact Schroder Investor Services on 0800 182 2399 or [schrodersinvestor@HSBC.com](mailto:schrodersinvestor@HSBC.com) for Retail Clients, or 0345 030 7277 or [schrodersinstitutional@HSBC.com](mailto:schrodersinstitutional@HSBC.com) for Institutional Clients, or visit our website at [www.schroders.com](https://www.schroders.com).

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