



Sumitomo Mitsui DS Asset Management

Sumitomo Mitsui DS Investment Fund –
(formerly known as Daiwa SBI Investment Fund)
Japan High Dividend Stocks Fund

Unaudited Interim Report

For the six months ended 30 September 2019

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Statement of assets and liabilities as at 30 September 2019 (Unaudited)

(Expressed in Japanese Yen)

	As at 30 September 2019	As at 31 March 2019
Assets		
Financial assets at fair value through profit or loss	¥ 1,179,324,127	¥ 1,211,865,438
Cash and cash equivalents	12,573,145	14,067,156
Dividends receivable	14,778,243	16,821,522
Total assets	¥ 1,206,675,515	¥ 1,242,754,116
Liabilities		
Distributions payable	¥ 282,081	¥ 334,110
Management fees payable	833,543	842,143
Accrued expenses and other payable	1,368,375	3,830,064
Total liabilities (excluding net assets attributable to unitholders)	¥ 2,483,999	¥ 5,006,317
Net assets attributable to unitholders	¥ 1,204,191,516	¥ 1,237,747,799

Statement of assets and liabilities as at 30 September 2019 (Unaudited) (Continued) *(Expressed in Japanese Yen)*

	<i>As at 30 September 2019</i>	<i>As at 31 March 2019</i>
Number of units in issue:		
Class A (HKD) Accumulation	150,000	150,000
Class A (USD) Hedged Distribution	72,690	70,161
Class I (JPY) Accumulation	<u>1,200,182</u>	<u>1,200,182</u>
Net asset value per unit:		
Class A (HKD) Accumulation	¥ 115	¥ 119
Class A (USD) Hedged Distribution	890	961
Class I (JPY) Accumulation	<u>935</u>	<u>960</u>

Distribution statement for the six months ended 30 September 2019 (Unaudited) (Expressed in Japanese Yen)

	Six months ended 30 September 2019	Year ended 31 March 2019
Amount available for distribution at the beginning of the period/year	¥ 1,237,747,799	¥ 1,259,380,344
Net received on issue of units	2,295,434	52,515,683
Loss before distributions after taxation	(33,949,756)	(70,814,175)
<i>Distributions to unitholders</i>		
- Class A (USD) Hedged Distribution		
USD 0.04 per unit on 72,690 units on 30 September 2019	¥ (282,081)	¥ –
USD 0.04 per unit on 72,546 units on 30 August 2019	(285,437)	–
USD 0.04 per unit on 72,378 units on 31 July 2019	(330,023)	–
USD 0.04 per unit on 74,479 units on 28 June 2019	(336,930)	–
USD 0.04 per unit on 70,422 units on 31 May 2019	(329,903)	–
USD 0.04 per unit on 70,292 units on 26 April 2019	(337,587)	–
USD 0.04 per unit on 70,161 units on 29 March 2019	–	(334,110)
USD 0.05 per unit on 67,753 units on 28 February 2019	–	(375,384)
USD 0.05 per unit on 67,172 units on 1 January 2019	–	(365,178)
USD 0.05 per unit on 67,063 units on 28 December 2018	–	(370,977)
USD 0.05 per unit on 66,918 units on 30 November 2018	–	(379,408)
USD 0.05 per unit on 63,737 units on 31 October 2018	–	(360,654)
USD 0.05 per unit on 63,615 units on 28 September 2018	–	(360,951)

Distribution statement for the six months ended 30 September 2019 (Unaudited) (Expressed in Japanese Yen)

	Six months ended 30 September 2019	Year ended 31 March 2019
USD 0.05 per unit on 59,201 units on 31 August 2018	¥ –	¥ (328,493)
USD 0.05 per unit on 21,013 units on 31 July 2018	–	(116,892)
USD 0.05 per unit on 20,907 units on 29 June 2018	–	(115,719)
USD 0.05 per unit on 20,806 units on 31 May 2018	–	(113,168)
USD 0.05 per unit on 20,707 units on 27 April 2018	–	(113,119)
	¥ (1,901,961)	¥ (3,334,053)
Amount available for distribution at the end of the period/year	¥ 1,204,191,516	¥ 1,237,747,799

Portfolio statement as at 30 September 2019 (Unaudited)

(Expressed in Japanese Yen)

	Holdings	Market value	% of net asset value
Equities			
Listed shares			
Japan			
ABC-Mart, Inc.	5,000 ¥	34,350,000	2.9%
Aica Kogyo Co., Ltd.	6,200	19,716,000	1.6%
Asahi Holdings, Inc.	7,100	15,804,600	1.3%
Astellas Pharma, Inc.	15,700	24,154,450	2.0%
Autobacs Seven Co., Ltd.	7,800	13,790,400	1.1%
Brother Industries Ltd.	8,600	16,821,600	1.4%
Dai Nippon Printing Co., Ltd.	13,300	37,120,300	3.1%
Daiichikosho Co., Ltd.	3,800	18,962,000	1.6%
Daiwa House Industry Co., Ltd.	6,300	22,087,800	1.8%
Denka Co., Ltd.	5,000	14,855,000	1.2%
Electric Power Development Co., Ltd.	12,100	29,826,500	2.5%
Honda Motor Co., Ltd.	9,400	26,305,900	2.2%
IBJ Leasing Co., Ltd.	4,500	13,149,000	1.1%
ITOCHU Corp.	21,900	48,858,900	4.1%
Kanematsu Corp.	13,200	16,024,800	1.3%
Kyowa Exeo Corp.	15,300	40,086,000	3.3%
Maeda Road Construction Co., Ltd.	7,600	17,860,000	1.5%
Marui Group Co., Ltd.	9,100	20,766,200	1.7%
Mitsubishi Corp.	12,400	32,872,400	2.7%
Mitsubishi UFJ Lease & Finance Co., Ltd.	34,900	21,777,600	1.8%
NEC Networks & System Integration Corp.	5,600	16,413,600	1.4%
Nippon Telegraph & Telephone Corp.	10,900	56,200,400	4.7%
Noevir Holdings Co., Ltd.	2,900	16,356,000	1.4%
NSD Co., Ltd.	5,400	16,767,000	1.4%
NTT DOCOMO, Inc.	8,400	23,125,200	1.9%
Oki Electric Industry Co., Ltd.	11,000	16,181,000	1.3%
OSJB Holdings Corp.	51,100	12,570,600	1.0%
Otsuka Holdings Co., Ltd.	6,300	25,452,000	2.1%
Park24 Co., Ltd.	20,500	51,414,000	4.3%
Penta-Ocean Construction Co., Ltd.	25,100	15,009,800	1.2%
Raito Kogyo Co., Ltd.	10,900	15,456,200	1.3%
Resorttrust, Inc.	8,500	14,858,000	1.2%
SCSK Corp.	4,600	23,322,000	1.9%
Senko Group Holdings Co., Ltd.	20,700	17,408,700	1.5%
Shimachu Co., Ltd.	6,900	18,209,100	1.5%
Softbank Corp.	15,600	22,838,400	1.9%
Sompo Holdings, Inc.	5,400	24,391,800	2.0%
Sony Financial Holdings, Inc.	7,400	17,330,800	1.5%
Star Micronics Co., Ltd.	10,500	16,075,500	1.3%
Starts Corp., Inc.	7,300	19,257,400	1.6%

Portfolio statement as at 30 September 2019 (Unaudited) (Continued)

(Expressed in Japanese Yen)

	Holdings	Market value	% of net asset value
Equities (Continued)			
Listed shares (Continued)			
Japan (Continued)			
Subaru Corp.	6,600	¥ 20,064,000	1.7%
Takasago Thermal Engineering Co., Ltd.	7,900	14,109,400	1.2%
Takeda Pharmaceutical Co., Ltd.	10,400	38,376,000	3.2%
The Sumitomo Warehouse Co., Ltd.	11,300	16,057,300	1.3%
TOKAI Holdings Corp.	14,600	14,760,600	1.2%
Tokio Marine Holdings, Inc.	7,200	41,608,800	3.5%
Tokyu Fudosan Holdings Corp.	36,000	24,804,000	2.1%
USS Co., Ltd.	9,200	19,292,400	1.6%
Wacoal Holdings Corp.	5,800	16,106,600	1.3%
West Japan Railway Co.	5,500	50,220,500	4.2%
Total listed shares		¥ 1,179,226,550	97.9%
(Cost of investments: ¥1,181,201,790)			
Forward Foreign Currency Contracts		¥ 97,577	0.0%
Total investments		¥ 1,179,324,127	97.9%
(Total cost of investments: ¥1,181,201,790)			
Other net assets		¥ 24,867,389	2.1%
Total net assets		¥ 1,204,191,516	100.0%

Forward Foreign Currency Contracts Outstanding at 30 September 2019

Buy	Counterparty	Contract Amount	Settlement Date	Sell	Contract Amount	Net Unrealized Appreciation/ (Depreciation)
USD	Brown Brothers Harriman	613,113	10/31/2019	JPY	65,856,867	97,577

Statement of movements in portfolio holdings for the six months ended 30 September 2019 (Unaudited)

	<i>% of net asset value as at 30 September 2019</i>	<i>% of net asset value as at 31 March 2019</i>
Equity securities		
Listed shares - Japan	97.9%	97.9%
Financial Derivative Instruments		
Forward Foreign Currency Contracts	0.0%	0.0%
Total investments	97.9%	97.9%
Other net assets	2.1%	2.1%
Total net assets	100%	100%

Performance record (Unaudited)

(Expressed in Japanese Yen)

Price record (dealing net asset value per unit)

	<i>Denomination currency</i>	<i>Six months ended 30 September 2019</i>	
		<i>Market price</i>	
		<i>Lowest</i>	<i>Highest</i>
Class A (HKD) Accumulation	HKD	7.89	8.55
Class A (USD) Hedged Distribution	USD	7.71	8.83
Class I (JPY) Accumulation	JPY	866	976

	<i>Denomination currency</i>	<i>Year ended 31 March 2019</i>	
		<i>Market price</i>	
		<i>Lowest</i>	<i>Highest</i>
Class A (HKD) Accumulation	HKD	7.84	9.77
Class A (USD) Hedged Distribution	USD	8.25	10.30
Class I (JPY) Accumulation	JPY	895	1,098

	<i>Denomination currency</i>	<i>Period from 12 October 2017 (date of commencement of operations) to 31 March 2018</i>	
		<i>Market price</i>	
		<i>Lowest</i>	<i>Highest</i>
Class A (HKD) Accumulation	HKD	9.32	10.34
Class A (USD) Hedged Distribution	USD	9.55	10.25
Class I (JPY) Accumulation	JPY	985	1,133

Performance record (Unaudited) (Continued)

(Expressed in Japanese Yen)

	Total Net Asset Value		
As at	Class A (HKD) Accumulation	Class A (USD) Hedged Distribution	Class I (JPY) Accumulation
Currency	JPY	JPY	JPY
30 September 2019	17,257,382	64,715,501	1,122,218,633
31 March 2019	17,851,655	67,494,677	1,152,401,467
31 March 2018	19,378,027	20,984,495	1,219,017,822

	Net Asset Value Per Unit		
As at	Class A (HKD) Accumulation	Class A (USD) Hedged Distribution	Class I (JPY) Accumulation
Currency	HKD	USD	JPY
30 September 2019	8.36	8.25	935
31 March 2019	8.43	8.68	960
31 March 2018	9.51	9.78	1,015

Administration

Manager

Sumitomo Mitsui DS Asset Management (Hong Kong) Limited
(formerly Daiwa SB Investments (HK) Limited)
6/F One International Finance Centre
1 Harbour View Street
Central, Hong Kong

Directors of the Manager

OKADA Junya (Resigned on 1 October 2019)
CHUREI Daisuke
OZAKI Hideomi (Resigned on 1 October 2019)
MIYAGAKI Naoya (Appointed on 1 October 2019)
MURAI Toshiyuki (Appointed on 1 October 2019)
SHIMODE Tetsuya (Appointed on 1 October 2019)

Trustee

Brown Brothers Harriman Trustee Services (Hong Kong) Limited
13/F Man Yee Building
68 Des Voeux Road
Central, Hong Kong

Custodian, Registrar and Transfer Agent

Brown Brothers Harriman & Co.
140 Broadway
New York, 10005, USA

Solicitors to the Manager

Deacons
5/F, Alexandra House
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Central, Hong Kong

Auditor

KPMG
8th Floor, Prince's Building
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Central, Hong Kong

Notes

1. On 2 October 2019, Daiwa SB Investments (HK) Limited changed its name to Sumitomo Mitsui DS Asset Management (Hong Kong) Limited.
2. On 11 October 2019, the name of the umbrella fund was changed from Daiwa SBI Investment Fund to Sumitomo Mitsui DS Investment Fund.