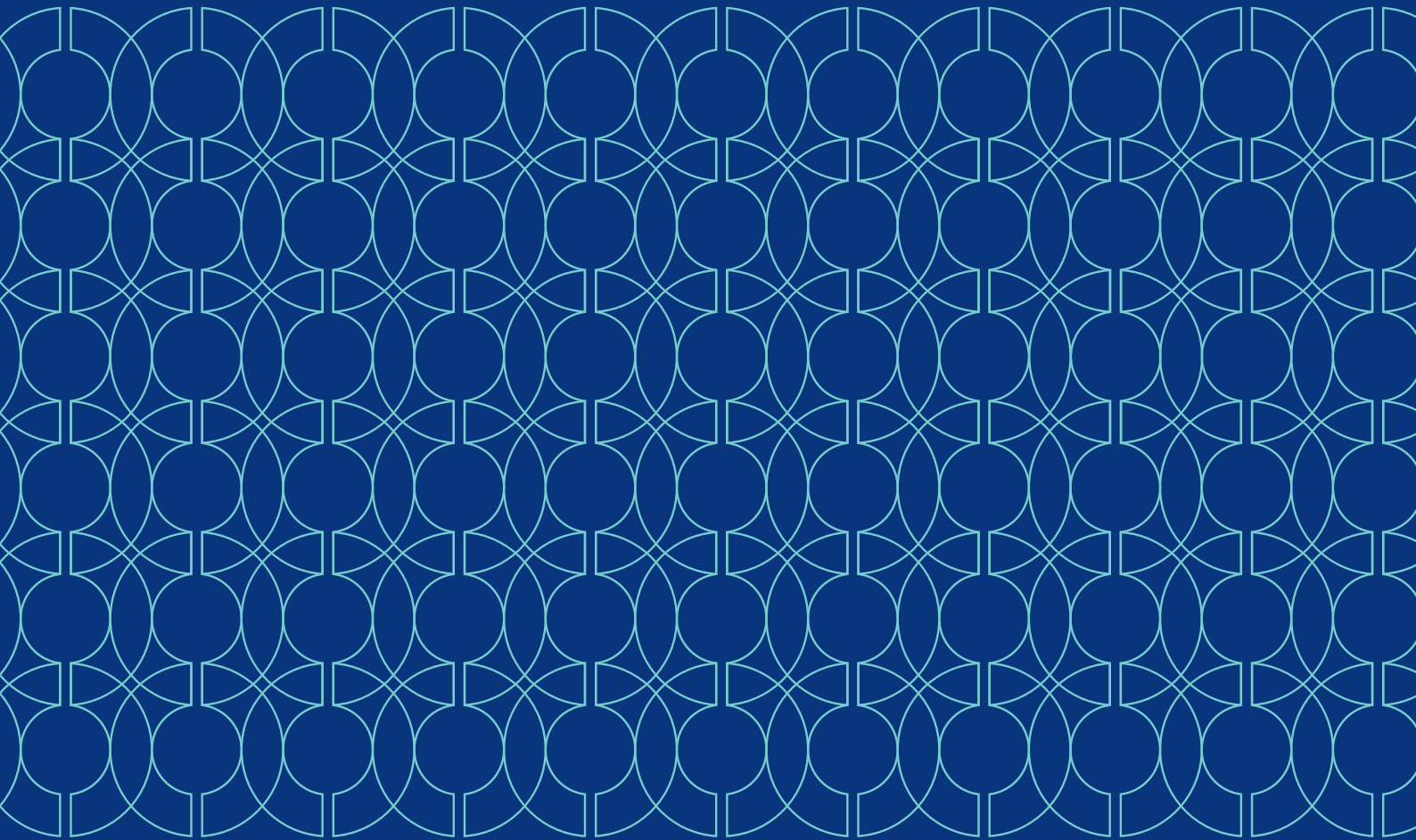


**Schroders**

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**

**Annual Report & Financial Statements**

**December 2020**



## **SCHRODER ASIAN INVESTMENT GRADE CREDIT**

**(a sub-fund of Schroder International Opportunities Portfolio)**

*Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006*

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### **Manager**

Schroder Investment Management (Singapore) Ltd  
138 Market Street  
#23-01 CapitaGreen  
Singapore 048946  
Company Registration No. 199201080H

### **Trustee**

HSBC Institutional Trust Services (Singapore) Limited  
10 Marina Boulevard  
Marina Bay Financial Centre Tower 2  
#48-01  
Singapore 018983  
Company Registration No. 194900022R

### **Auditor**

PricewaterhouseCoopers LLP  
7 Straits View  
Marina One East Tower, Level 12  
Singapore 018936

### **Solicitor to the Manager**

Allen & Gledhill LLP  
One Marina Boulevard #28-00  
Singapore 018989

### **Solicitor to the Trustee**

Shook Lin & Bok LLP  
1 Robinson Road  
#18-00 AIA Tower  
Singapore 048542

### **Further Information**

Schroders is a Foreign Account Tax Compliance Act (“FATCA”) compliant organisation. Please find the FATCA classification of this Fund and its Global Intermediary Identification Number (“GIIN”) below.

FATCA entity classification: Nonreporting IGA FFI / Sponsored Investment Entity  
GIIN: WM9S4Z.00025.SF.702

## **SCHRODER ASIAN INVESTMENT GRADE CREDIT**

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### **COMMENTARY**

#### **Market review**

2020 was a tumultuous year globally. The year started on a positive note, with the successful signing of Phase One trade deal between the US and China, which sent risk assets rallying but the optimism was short-lived as Iranian tensions and the global spread of the Novel Coronavirus (COVID-19) took over in the later part of the month and sent volatility spiking. Risk assets fell sharply in March across the globe as the coronavirus spread gained momentum and countries went into lockdown to contain the outbreak. China, seen as ahead of the infection curve as it was the first country to record cases of COVID-19, took measures to lock down the city of Wuhan and subsequently the country. Other countries followed suit over the year in attempt to contain the pandemic. This resulted in sharp falls in economic activities globally.

As the crisis unfolded, governments and central banks globally announced unprecedented support programs both in the form of fiscal and monetary stimulus for businesses, households and the financial system, in bid to support the respective countries. Government bonds broadly rallied with lower sovereign yields, the growing likelihood of a deep global recession and a flight to quality. The US 10 year yield declined from 1.9% to 0.9% over the one-year period ending 31 December 2020, while the two-year yield fell from 1.6% to 0.1% over the same period.

Credit markets were delivered a shock in March resulting in the Asian USD credit market (as measured by the JP Morgan Asia Credit Total Return index) to plunge by 5.8% that month and it took three months to climb back to pre-March levels. The strong rally of risk assets subsequently helped to recover the losses as spreads tightened on the back of continued economic recovery in the later part of 2020 and successful roll out of COVID-19 vaccines. The Asian credit market, led by the investment grade sector (+6.86%), ended the year with a positive return of 6.3%. The strong performance was largely contributed by Treasury returns and positive spread returns. Mongolia (+10.2%), followed by Indonesia (+9.2%) led all other Asian countries while Sri Lanka (-31.4%) was the worst performer of 2020.

#### **Performance of the Fund**

Against this backdrop, the Schroder Asian Investment Grade Credit Fund returned 4.3% (net of fees) over the year of 2020, outperforming its benchmark (CPF-OA rate + 1%) which returned 3.5% while the Asian investment grade credit market SGD-hedged (JP Morgan Asia Credit Index SGD-hedged) gained 6.6%.

The massive sell-off that took place in March took a toll on corporates across the board. The largest detractor from returns for the year of 2020 came from country allocation and security selection decisions. Allocations to India (Utilities, Quasi-sovereigns), Macau (Consumer), China (Financials, Quasi-sovereigns, Infrastructure) and Thailand (Financials) subtracted from return. Security selections also negatively contributed to the fund's performance, in particular, select holdings within the Chinese financial and Thai financial sectors. Conversely, off-benchmark allocations to Australia, Israel and Qatar added value and helped to offset some of the negative performance.

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### **Market outlook**

Asian economies, led by China, have rebounded steadily from the pandemic with economic activities normalising in many countries. The recently signed trade deal, Regional Comprehensive Economic Partnership (RCEP) is expected to further promote trade and economic activities within Asia. IMF projected +8% GDP growth in Asia in 2021, staging a strong comeback from the estimated -1.7% growth in 2020.

As global economies continue to rebound as vaccines are being rolled out, Asian economies will benefit from the improvement in manufacturing activities as well as increased trade. The availability of vaccines may also eventually lead to tourism recovery. In terms of credit fundamentals, Asian corporate earnings have continued to show sequential recovery from the trough in the first half of 2020. However, there is divergence in earnings so security selection will be key. Although recent increase in onshore China bond defaults is a key downside risk to our constructive outlook on China credits, our baseline remains that China onshore defaults are likely to remain manageable. The search for income remains a key theme for investors globally, and Asian credit valuation stands out among other global and EM credits. In addition, there continues to be pockets of opportunities in off-benchmark regions that offer compelling relative value and diversification benefits.

December 2020

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
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**REPORT OF THE TRUSTEE**

For the financial year ended 31 December 2020

The Trustee is under a duty to take into custody and hold the assets of Schroder Asian Investment Grade Credit (the “Fund”) in trust for the unitholders. In accordance with the Securities and Futures Act (Cap. 289), its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, set out on pages 9 to 42, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee  
HSBC Institutional Trust Services (Singapore) Limited

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
**(a sub-fund of Schroder International Opportunities Portfolio)**  
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**STATEMENT BY THE MANAGER**

For the financial year ended 31 December 2020

In the opinion of Schroder Investment Management (Singapore) Ltd, the accompanying financial statements set out on pages 9 to 42, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and portfolio holdings of Schroder Asian Investment Grade Credit (the "Fund") as at 31 December 2020, and the financial performance and movements of unitholders' funds for the financial year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of Schroder Investment Management (Singapore) Ltd

**INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF  
SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
**(a sub-fund of Schroder International Opportunities Portfolio)**  
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## **Our Opinion**

In our opinion, the accompanying financial statements of Schroder Asian Investment Grade Credit (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 31 December 2020, and the financial performance and movements of unitholders' funds for the financial year ended on that date.

### *What we have audited*

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 31 December 2020;
- the Statement of Financial Position as at 31 December 2020;
- the Statement of Movements of Unitholders' Funds for the financial year ended 31 December 2020;
- the Statement of Portfolio as at 31 December 2020; and
- the notes to the financial statements, including a summary of significant accounting policies.

## **Basis for Opinion**

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Independence*

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

## **Other Information**

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all sections of the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion 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, 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 in this regard.

**INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF  
SCHRODER ASIAN INVESTMENT GRADE CREDIT  
(a sub-fund of Schroder International Opportunities Portfolio)  
Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006**

**Responsibilities of the Manager for the Financial Statements**

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager determines 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 intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs 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.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



**INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF  
SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
**(a sub-fund of Schroder International Opportunities Portfolio)**  
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We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers LLP  
Public Accountants and Chartered Accountants

Singapore, 29 March 2021

**SCHRODER ASIAN INVESTMENT GRADE CREDIT****(a sub-fund of Schroder International Opportunities Portfolio)**

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

**STATEMENT OF TOTAL RETURN**

For the financial year ended 31 December 2020

	Notes	2020 \$	2019 \$
<b>Income</b>			
Interest on deposits with banks	10	10,934	67,958
Sundry income		-	3,261
		<b>10,934</b>	<b>71,219</b>
<b>Less : Expenses</b>			
Management fees	10	1,693,037	1,390,182
Trustee fees	10	127,824	98,637
Valuation fees	10	91,544	67,894
Custodian fees	10	35,020	26,075
Registration fees	10	34,475	22,190
Audit fees		16,473	13,088
Transaction costs		7,083	3,594
Others		77,764	73,279
		<b>2,083,220</b>	<b>1,694,939</b>
<b>Net expense</b>		<b>(2,072,286)</b>	<b>(1,623,720)</b>
<b>Net gains or losses on value of investments and financial derivatives</b>			
Net gains on investments		18,075,677	27,313,604
Net gains on spot foreign exchange contracts		201,459	49,189
Net gains on forward foreign exchange contracts		7,920,606	1,933,660
Net (losses)/gains on futures contracts		(5,744,613)	99,220
Net (losses)/gains on swap contracts		(266,968)	88,201
Net foreign exchange gains/(losses)		158,922	(164,997)
		<b>20,345,083</b>	<b>29,318,877</b>
<b>Total return for the year</b>		<b>18,272,797</b>	<b>27,695,157</b>

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
**(a sub-fund of Schroder International Opportunities Portfolio)**  
 Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

**STATEMENT OF FINANCIAL POSITION**  
 As at 31 December 2020

	Notes	2020 \$	2019 \$
<b>ASSETS</b>			
Portfolio of investments		<b>433,181,658</b>	302,554,454
Bank balances	10	<b>6,762,858</b>	4,810,960
Receivables	5	<b>1,684,355</b>	7,362,340
Financial derivatives	6	<b>5,735,526</b>	3,685,024
Margin account	11	<b>2,290,722</b>	1,600,173
<b>Total assets</b>		<b>449,655,119</b>	320,012,951
<b>LIABILITIES</b>			
Payables	7	<b>3,078,771</b>	3,557,622
Financial derivatives	6	<b>143,521</b>	82
<b>Total liabilities</b>		<b>3,222,292</b>	3,557,704
<b>EQUITY</b>			
Net assets attributable to unitholders	8	<b>446,432,827</b>	316,455,247

**SCHRODER ASIAN INVESTMENT GRADE CREDIT***(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS***For the financial year ended 31 December 2020*

	Notes	2020 \$	2019 \$
<b>Net assets attributable to unitholders at the beginning of the financial year</b>		<b>316,455,247</b>	218,307,721
<b>Operations</b>			
Change in net assets attributable to unitholders resulting from operations		<b>18,272,797</b>	27,695,157
<b>Unitholders' contributions/(withdrawals)</b>			
Creation of units		<b>242,801,517</b>	177,509,213
Cancellation of units		<b>(123,538,366)</b>	(100,695,545)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		<b>119,263,151</b>	76,813,668
Distributions	4	<b>(7,558,368)</b>	(6,361,299)
Total increase in net assets attributable to unitholders		<b>129,977,580</b>	98,147,526
<b>Net assets attributable to unitholders at the end of the financial year</b>	8	<b>446,432,827</b>	316,455,247

**SCHRODER ASIAN INVESTMENT GRADE CREDIT***(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2020***Primary**

	Holdings at 31 Dec 2020	Fair value at 31 Dec 2020 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2020 %
<b>By geography</b>			
<b>Quoted</b>			
<b>Fixed income</b>			
<b>AUSTRALIA</b>			
Australia & New Zealand Banking Group Ltd Var 22 Jul 2030	2,300,000	3,208,893	0.72
DEXUS Finance Pty Ltd 2.3% Convertible Bond 19 Jun 2026	3,000,000	3,103,984	0.70
Santos Finance Ltd EMTN 4.125% 14 Sep 2027	2,200,000	3,062,909	0.69
Santos Finance Ltd EMTN 5.25% 13 Mar 2029	2,000,000	2,958,902	0.66
Scentre Group Trust 1 / Scentre Group Trust 2 4.375% 28 May 2030	3,100,000	4,782,345	1.07
Scentre Group Trust 2 Var 24 Sep 2080 (USQ8053LAA28)	3,800,000	5,241,703	1.17
Scentre Group Trust 2 Var 24 Sep 2080 (USQ8053LAB01)	1,462,000	2,040,447	0.46
Woodside Finance Ltd 3.7% 15 Mar 2028	2,000,000	2,818,777	0.63
		<b>27,217,960</b>	<b>6.10</b>
<b>CHINA</b>			
Beijing Gas Singapore Capital Corp 2.75% 31 May 2022	2,400,000	3,230,257	0.72
Beijing State-Owned Assets Management (Hong Kong) Co Ltd 4.125% 26 May 2025	4,000,000	5,685,839	1.27
Blossom Joy Ltd 2.2% 21 Oct 2030	2,096,000	2,733,219	0.61
Blossom Joy Ltd Var Perp	1,218,000	1,606,663	0.36
Bluestar Finance Hldg Ltd Var Perp	1,450,000	1,908,482	0.43
Bocom Leasing Management Hong Kong Co Ltd EMTN 4% 22 Jan 2022	1,333,000	1,812,183	0.41
CCCI Treasury Ltd FRN Perp	1,500,000	1,958,586	0.44
CDBL Funding 1 4.25% 2 Dec 2024	1,000,000	1,442,510	0.32
Charming Light Investments Ltd EMTN 4.375% 21 Dec 2027	5,000,000	7,459,908	1.67
China Cinda 2020 I Management Ltd EMTN 3.125% 18 Mar 2030	3,000,000	4,140,169	0.93
China Construction Bank Corp Var 24 Jun 2030	6,000,000	8,094,628	1.81
China Great Wall Intl Hldg V Ltd 2.375% 18 Aug 2030	4,200,000	5,477,580	1.23
China Mengniu Dairy Co Ltd 2.5% 17 Jun 2030	2,000,000	2,653,305	0.59
China Resources Land Ltd EMTN Var Perp	4,000,000	5,428,281	1.22
CICC Hong Kong Finance 2016 MTN Ltd EMTN 1.75% 10 Aug 2023	1,500,000	1,993,375	0.45
CNAC HK Finbridge Co Ltd 3.875% 19 Jun 2029	1,000,000	1,332,419	0.30
CNAC HK Finbridge Co Ltd 4.125% 19 Jul 2027	900,000	1,223,513	0.27
CNAC HK Finbridge Co Ltd 4.75% 19 Jun 2049	1,300,000	1,846,784	0.41
CNAC HK Finbridge Co Ltd Var Perp	1,912,000	2,501,275	0.56
COSL Singapore Capital Ltd 2.5% 24 Jun 2030	1,910,000	2,445,309	0.55
COSL Singapore Capital Ltd EMTN 4.5% 30 Jul 2025	2,000,000	2,914,812	0.65
Country Garden Hldg Co Ltd 3.125% 22 Oct 2025	2,009,000	2,689,049	0.60
CRCC Chengan Ltd Var Perp	1,000,000	1,345,190	0.30
CSCEC Finance Cayman II Ltd 3.5% 5 Jul 2027	1,800,000	2,541,237	0.57
Eastern Creation II Investment Hldg Ltd EMTN 1% 10 Sep 2023	3,000,000	3,944,328	0.88
Guangzhou Development District Financial Hldg Group Co Ltd 2.6% 15 Dec 2023	1,245,000	1,644,403	0.37

**SCHRODER ASIAN INVESTMENT GRADE CREDIT***(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2020***Primary (continued)**

	Holdings at 31 Dec 2020	Fair value at 31 Dec 2020 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2020 %
<b>By geography</b>			
<b>Quoted</b>			
<b>Fixed income</b>			
<b>CHINA (continued)</b>			
Guangzhou Metro Investment Finance BVI Ltd EMTN 1.507% 17 Sep 2025	4,094,000	5,347,528	1.20
Guangzhou Metro Investment Finance BVI Ltd EMTN 2.31% 17 Sep 2030	2,000,000	2,568,339	0.58
Horse Gallop Finance Ltd EMTN 1.7% 28 Jul 2025	3,120,000	4,102,427	0.92
Huarong Finance 2017 Co Ltd 4.75% 27 Apr 2027	2,100,000	3,091,535	0.69
Huarong Finance 2017 Co Ltd EMTN 4.25% 7 Nov 2027	1,000,000	1,438,309	0.32
Huarong Finance 2017 Co Ltd EMTN FRN 7 Nov 2022	4,300,000	5,608,402	1.26
Huarong Finance 2017 Co Ltd FRN 27 Apr 2022	1,000,000	1,320,340	0.30
Huarong Finance 2019 Co Ltd EMTN FRN 24 Feb 2025	848,000	1,087,765	0.24
Hubei Science & Technology Investment Group Hong Kong Ltd 2.9% 28 Oct 2025	1,639,000	2,142,140	0.48
ICBCIL Finance Co Ltd 3.625% 19 May 2026	1,200,000	1,726,117	0.39
JIC Zhixin Ltd 1.5% 27 Aug 2025	764,000	1,005,440	0.23
JIC Zhixin Ltd 2.125% 27 Aug 2030	486,000	631,189	0.14
Lenovo Group Ltd 3.421% 2 Nov 2030	1,049,000	1,458,116	0.33
Meituan 2.125% 28 Oct 2025	281,000	377,690	0.08
Meituan 3.05% 28 Oct 2030	515,000	708,284	0.16
Shanghai Electric Group Global Investment Ltd 2.65% 21 Nov 2024	1,100,000	1,502,397	0.34
Shanghai Port Group BVI Development Co Ltd 2.85% 11 Sep 2029	1,200,000	1,660,026	0.37
SIHC Intl Capital Ltd 4.35% 26 Sep 2023	1,500,000	2,131,030	0.48
Sinopec Group Overseas Development 2018 Ltd 2.7% 13 May 2030	3,041,000	4,155,362	0.93
SPIC Luxembourg Latam Renewable Energy Investment Co 4.65% 30 Oct 2023	1,810,000	2,585,451	0.58
State Grid Overseas Investment 2016 Ltd EMTN 1.625% 5 Aug 2030	3,400,000	4,345,640	0.97
TCL Technology Investments Ltd 1.875% 14 Jul 2025	1,053,000	1,387,808	0.31
Tencent Hldg Ltd 2.39% 3 Jun 2030	867,000	1,176,018	0.26
Tencent Hldg Ltd 3.24% 3 Jun 2050	1,900,000	2,605,878	0.58
Tencent Hldg Ltd 3.595% 19 Jan 2028	5,900,000	8,606,820	1.94
Vanke Real Estate Hong Kong Co Ltd EMTN 4.15% 18 Apr 2023	1,400,000	1,949,949	0.44
Vanke Real Estate Hong Kong Co Ltd EMTN 4.2% 7 Jun 2024	1,200,000	1,701,757	0.38
Vanke Real Estate Hong Kong Co Ltd EMTN 5.35% 11 Mar 2024	2,000,000	2,915,637	0.65
Vanke Real Estate Hong Kong Co Ltd EMTN FRN 25 May 2023	1,400,000	1,847,105	0.41
Weichai Intl Hong Kong Energy Group Co Ltd Var Perp	1,500,000	2,008,771	0.45
Zhongan Online P&C Insurance Co Ltd 3.125% 16 Jul 2025	2,511,000	3,299,259	0.74
		<b>156,545,833</b>	<b>35.07</b>

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
**(a sub-fund of Schroder International Opportunities Portfolio)**  
 Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

**STATEMENT OF PORTFOLIO**  
 As at 31 December 2020

**Primary (continued)**

	Holdings at 31 Dec 2020	Fair value at 31 Dec 2020 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2020 %
<b>By geography</b>			
<b>Quoted</b>			
<b>Fixed income</b>			
<b>HONG KONG</b>			
AIA Group Ltd 3.2% 11 Mar 2025	2,000,000	2,857,249	0.64
AIA Group Ltd 3.2% 16 Sep 2040	1,494,000	2,110,311	0.47
Airport Authority Hong Kong Var Perp (XS2264054706)	1,255,000	1,687,697	0.38
Airport Authority Hong Kong Var Perp (XS2264055182)	3,600,000	4,873,915	1.09
Castle Peak Power Finance Co Ltd EMTN 2.2% 22 Jun 2030	1,131,000	1,509,892	0.34
Castle Peak Power Finance Co Ltd EMTN 3.25% 25 Jul 2027	1,100,000	1,571,049	0.35
CLP Power Hong Kong Financing Ltd EMTN 2.125% 30 Jun 2030	1,357,000	1,808,729	0.41
CLP Power Hong Kong Financing Ltd EMTN 2.5% 30 Jun 2035	1,030,000	1,399,658	0.31
Elect Global Investments Ltd 4.85% Perp	2,663,000	3,689,031	0.83
Hero Asia Investment Ltd 1.5% 18 Nov 2023	708,000	933,191	0.21
HKT Capital No. 4 Ltd 3% 14 Jul 2026	1,900,000	2,673,590	0.60
Inventive Global Investments Ltd EMTN 1.65% 3 Sep 2025	5,200,000	6,839,983	1.53
Joy Treasury Assets Hldg Inc 1.875% 17 Nov 2025	349,000	462,009	0.10
Joy Treasury Assets Hldg Inc 2.75% 17 Nov 2030	200,000	270,650	0.06
Link 2019 CB Ltd Convertible Bond 1.6% 3 Apr 2024	6,000,000	1,028,847	0.23
MTR Corp Ltd EMTN 1.625% 19 Aug 2030	6,000,000	7,823,124	1.75
Panther Ventures Ltd 3.5% Perp	2,790,000	3,690,373	0.83
Sun Hung Kai Properties Capital Market Ltd EMTN 2.75% 13 May 2030	2,400,000	3,314,879	0.74
Sun Hung Kai Properties Capital Market Ltd EMTN 2.875% 21 Jan 2030	2,200,000	3,072,437	0.69
Towngas Finance Ltd 4.75% Perp	2,972,000	4,152,013	0.93
Wharf REIC Finance BVI Ltd EMTN 2.375% 7 May 2025	3,700,000	5,012,685	1.12
		<b>60,781,312</b>	<b>13.61</b>
<b>INDIA</b>			
Indian Oil Corp Ltd 4.75% 16 Jan 2024	3,000,000	4,297,015	0.96
Reliance Ind Ltd 3.667% 30 Nov 2027	2,100,000	3,104,247	0.70
		<b>7,401,262</b>	<b>1.66</b>
<b>INDONESIA</b>			
Indonesia Government Intl Bond 4.75% 18 Jul 2047	2,100,000	3,484,771	0.78
Indonesia Government Intl Bond 5.35% 11 Feb 2049	700,000	1,274,902	0.29
Indonesia Government Intl Bond 6.625% 17 Feb 2037	3,600,000	6,793,939	1.51
Perusahaan Penerbit SBSN Indonesia III 4.15% 29 Mar 2027	1,400,000	2,124,470	0.48
Perusahaan Penerbit SBSN Indonesia III 4.35% 10 Sep 2024	2,000,000	2,971,241	0.67
Perusahaan Penerbit SBSN Indonesia III 4.4% 1 Mar 2028	1,400,000	2,171,589	0.49
Perusahaan Penerbit SBSN Indonesia III 4.45% 20 Feb 2029	6,800,000	10,635,836	2.37
Perusahaan Penerbit SBSN Indonesia III 4.55% 29 Mar 2026	462,000	707,981	0.16
PT Bank Mandiri Persero Tbk EMTN 4.75% 13 May 2025	877,000	1,291,444	0.29
PT Indonesia Asahan Aluminium Persero 4.75% 15 May 2025	1,300,000	1,900,268	0.43

**SCHRODER ASIAN INVESTMENT GRADE CREDIT***(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2020***Primary (continued)**

	Holdings at 31 Dec 2020	Fair value at 31 Dec 2020 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2020 %
<b>By geography</b>			
<b>Quoted</b>			
<b>Fixed income</b>			
<b>INDONESIA (continued)</b>			
PT Indonesia Asahan Aluminium Persero 5.45% 15 May 2030	2,800,000	4,456,472	1.00
PT Pertamina Persero 4.175% 21 Jan 2050	1,705,000	2,442,400	0.55
PT Pertamina Persero 4.7% 30 Jul 2049	2,200,000	3,335,880	0.75
PT Perusahaan Listrik Negara 4% 30 Jun 2050	1,282,000	1,743,390	0.39
Star Energy Geothermal Darajat II 4.85% 14 Oct 2038	3,000,000	4,434,000	0.99
		<b>49,768,583</b>	<b>11.15</b>
<b>KUWAIT</b>			
Burgan Bank SAK Var 15 Dec 2031	3,340,000	4,406,471	0.99
Equate Petrochemical BV 4.25% 3 Nov 2026	1,291,000	1,906,735	0.43
MEGlobal Canada ULC 5% 18 May 2025	4,000,000	5,959,346	1.33
NBK Tier 2 Ltd Var 24 Nov 2030	2,500,000	3,369,464	0.75
		<b>15,642,016</b>	<b>3.50</b>
<b>MACAO</b>			
Industrial & Commercial Bank of China Macau Ltd Var 12 Sep 2029	5,000,000	<b>6,814,665</b>	<b>1.53</b>
<b>MALAYSIA</b>			
Axiata SPV2 Bhd EMTN 2.163% 19 Aug 2030	1,020,000	1,357,567	0.30
Axiata Spv5 Labuan Ltd EMTN 3.064% 19 Aug 2050	794,000	1,059,389	0.24
Petronas Capital Ltd 3.5% 21 Apr 2030	2,800,000	4,236,647	0.95
		<b>6,653,603</b>	<b>1.49</b>
<b>PHILIPPINES</b>			
Bank of the Philippine Islands EMTN 2.5% 10 Sep 2024	2,200,000	3,022,118	0.68
BDO Unibank Inc EMTN 2.125% 13 Jan 2026	4,200,000	5,673,539	1.26
Metropolitan Bank & Trust Co EMTN 2.125% 15 Jan 2026	2,873,000	3,866,762	0.87
Philippine Government Intl Bond 1.648% 10 Jun 2031	1,959,000	2,619,014	0.59
Philippine Government Intl Bond 2.65% 10 Dec 2045	2,042,000	2,738,825	0.61
Philippine Government Intl Bond 3% 1 Feb 2028	2,100,000	3,059,378	0.69
Philippine Government Intl Bond 3.7% 1 Mar 2041	1,200,000	1,840,485	0.41
PLDT Inc 2.5% 23 Jan 2031	1,396,000	1,921,762	0.43
PLDT Inc 3.45% 23 Jun 2050	2,060,000	2,910,360	0.65
		<b>27,652,243</b>	<b>6.19</b>
<b>QATAR</b>			
Qatar Government Intl Bond 4% 14 Mar 2029	1,400,000	2,197,132	0.49
QIB Sukuk Ltd EMTN FRN 7 Feb 2025	2,334,000	3,063,138	0.69
		<b>5,260,270</b>	<b>1.18</b>
<b>SAUDI ARABIA</b>			
Arab National Bank Var 28 Oct 2030	2,229,000	<b>3,036,841</b>	<b>0.68</b>



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	Holdings at 31 Dec 2020	Fair value at 31 Dec 2020 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2020 %
<b>By geography</b>			
<b>Quoted</b>			
<b>Fixed income</b>			
<b>SINGAPORE</b>			
CMT MTN Pte Ltd EMTN 3.609% 4 Apr 2029	3,500,000	4,983,250	1.12
DBS Group Hldg Ltd GMTN Var Perp (XS1484844656)	1,849,000	2,471,748	0.55
DBS Group Hldg Ltd GMTN Var Perp (XS2122408854)	3,800,000	5,127,989	1.16
MAS Bill Series 84 22 Jan 2021	3,500,000	3,499,183	0.78
Oversea-Chinese Banking Corp Ltd Var 10 Sep 2030	979,000	1,315,322	0.29
Temasek Financial I Ltd 2.25% 6 Apr 2051	1,600,000	2,140,286	0.48
		<b>19,537,778</b>	<b>4.38</b>
<b>SOUTH KOREA</b>			
Kookmin Bank 2.5% 4 Nov 2030	2,600,000	3,509,483	0.79
Korea National Oil Corp 1.625% 5 Oct 2030	3,807,000	5,012,251	1.12
Shinhan Financial Group Co Ltd 1.35% 10 Jan 2026	1,500,000	2,013,090	0.45
Shinhan Financial Group Co Ltd Var 5 Feb 2030	6,500,000	9,124,252	2.04
		<b>19,659,076</b>	<b>4.40</b>
<b>TAIWAN</b>			
Competition Team Technologies Ltd 4.25% 12 Mar 2029	4,600,000	7,010,503	1.57
Foxconn Far East Ltd EMTN 1.625% 28 Oct 2025	500,000	672,221	0.15
		<b>7,682,724</b>	<b>1.72</b>
<b>THAILAND</b>			
Bangkok Bank PCL / Hong Kong 4.45% 19 Sep 2028	573,000	878,618	0.20
Export Import Bank of Thailand EMTN 1.457% 15 Oct 2025	2,215,000	2,947,893	0.65
Minor Intl PCL Var Perp	1,028,000	1,370,653	0.31
PTTEP Treasury Center Co Ltd 2.587% 10 Jun 2027	620,000	851,403	0.19
PTTEP Treasury Center Co Ltd 3.903% 6 Dec 2059	1,533,000	2,257,210	0.51
Thaioil Treasury Center Co Ltd 2.5% 18 Jun 2030	2,200,000	2,903,763	0.65
Thaioil Treasury Center Co Ltd 3.75% 18 Jun 2050	1,400,000	1,843,112	0.41
		<b>13,052,652</b>	<b>2.92</b>
<b>UNITED ARAB EMIRATES</b>			
Senaat Sukuk Ltd 4.76% 5 Dec 2025	2,200,000	3,311,936	0.74
		<b>3,162,904</b>	<b>0.71</b>
<b>Accrued interest on fixed income securities</b>		<b>3,162,904</b>	<b>0.71</b>
<b>Portfolio of investments</b>		<b>433,181,658</b>	<b>97.03</b>
<b>Other net assets</b>		<b>13,251,169</b>	<b>2.97</b>
<b>Net assets attributable to unitholders</b>		<b>446,432,827</b>	<b>100.00</b>

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
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**Primary** (continued)

	<b>Percentage of total net assets attributable to unitholders at 31 Dec 2020 %</b>	<b>Percentage of total net assets attributable to unitholders at 31 Dec 2019 %</b>
<b>By geography (summary)</b>		
<b>Quoted</b>		
Australia	<b>6.10</b>	4.39
China	<b>35.07</b>	38.30
Hong Kong	<b>13.61</b>	5.83
India	<b>1.66</b>	3.58
Indonesia	<b>11.15</b>	12.78
Kuwait	<b>3.50</b>	1.61
Macao	<b>1.53</b>	2.36
Malaysia	<b>1.49</b>	-
Philippines	<b>6.19</b>	1.43
Qatar	<b>1.18</b>	-
Saudi Arabia	<b>0.68</b>	1.21
Singapore	<b>4.38</b>	5.40
South Korea	<b>4.40</b>	6.07
Taiwan	<b>1.72</b>	1.62
Thailand	<b>2.92</b>	2.16
United Arab Emirates	<b>0.74</b>	7.96
Accrued interest on fixed income securities	<b>0.71</b>	0.91
<b>Portfolio of investments</b>	<b>97.03</b>	95.61
<b>Other net assets</b>	<b>2.97</b>	4.39
<b>Net assets attributable to unitholders</b>	<b>100.00</b>	100.00

**SCHRODER ASIAN INVESTMENT GRADE CREDIT***(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2020***Secondary**

	Fair value at 31 Dec 2020 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2020 %	Percentage of total net assets attributable to unitholders at 31 Dec 2019 %
<b>By industry</b>			
Bank	66,803,756	14.96	7.88
Central Bank	-	-	0.95
Chemicals/Petrochemicals	5,959,346	1.33	0.74
Computer/Software	1,458,116	0.33	-
Construction & Engineering	1,958,586	0.44	1.09
Diversified Financial Services	5,907,588	1.32	4.09
Finance	3,299,259	0.74	1.02
Food & Beverage	2,653,305	0.59	-
Government	46,118,746	10.33	10.59
Hotel & Leisure	1,370,653	0.31	2.36
Industrial Machinery	6,794,956	1.52	0.53
Insurance	4,967,560	1.11	2.70
Internet Services	12,388,716	2.78	0.67
Investment	18,599,823	4.17	4.10
Manufacturing	672,221	0.15	-
Metals & Mining	6,356,740	1.42	5.33
Miscellaneous	135,408,779	30.34	29.28
Oil & Gas	26,546,613	5.95	4.86
Real Estate	41,696,192	9.34	5.49
Retail	-	-	1.71
Sovereign Agency	11,573,863	2.59	-
Technology Hardware & Equipment	7,010,503	1.57	2.41
Telecommunications	4,832,122	1.08	-
Transportation & Logistics	9,168,314	2.05	1.56
Utilities	8,472,997	1.90	7.34
Accrued interest on fixed income securities	3,162,904	0.71	0.91
<b>Portfolio of investments</b>	<b>433,181,658</b>	<b>97.03</b>	<b>95.61</b>
<b>Other net assets</b>	<b>13,251,169</b>	<b>2.97</b>	<b>4.39</b>
<b>Net assets attributable to unitholders</b>	<b>446,432,827</b>	<b>100.00</b>	<b>100.00</b>

**SCHRODER ASIAN INVESTMENT GRADE CREDIT***(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2020***Secondary** (continued)

<b>By credit rating</b>	<b>Fair value at 31 Dec 2020 \$</b>	<b>Percentage of total net assets attributable to unitholders at 31 Dec 2020 %</b>	<b>Percentage of total net assets attributable to unitholders at 31 Dec 2019 %</b>
AAA / Aaa	2,140,286	0.48	-
AA+ / Aa1	7,823,124	1.75	-
AA / Aa2	11,573,863	2.59	2.20
AA- / Aa3	5,278,073	1.18	0.48
A+ / A1	46,835,960	10.49	6.39
A / A2	42,927,547	9.62	13.69
A- / A3	59,071,593	13.23	12.47
BBB+ / Baa1	118,992,923	26.66	19.64
BBB / Baa2	102,434,868	22.95	23.31
BBB- / Baa3	29,441,334	6.59	14.13
Not rated debt securities	3,499,183	0.78	2.39
Accrued interest on fixed income securities	3,162,904	0.71	0.91
<b>Portfolio of investments</b>	<b>433,181,658</b>	<b>97.03</b>	<b>95.61</b>
<b>Other net assets</b>	<b>13,251,169</b>	<b>2.97</b>	<b>4.39</b>
<b>Net assets attributable to unitholders</b>	<b>446,432,827</b>	<b>100.00</b>	<b>100.00</b>

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
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These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

**1. General**

Schroder Asian Investment Grade Credit (the “Fund”) is a sub-fund of Schroder International Opportunities Portfolio, a Singapore umbrella fund constituted by a Deed of Trust dated 3 January 2006 (and as amended, restated and supplemented from time to time) (thereafter referred to as “Trust Deed”). The Trust Deed is governed in accordance with the laws of the Republic of Singapore. The Manager of the Fund is Schroder Investment Management (Singapore) Ltd and the Trustee is HSBC Institutional Trust Services (Singapore) Limited.

The Fund, which was launched on 8 February 2007, invests in a portfolio of investment grade (i.e. at or greater than BBB-) debt securities denominated in local and foreign currencies, issued by governments, government agencies, supra-national and corporate borrowers across Asia (ex Japan) debt markets. The Fund may also make tactical investments (up to 30% maximum including cash) in G7 Government bonds for diversification and capital preservation purposes.

The Fund’s investment objective is to provide a return of capital growth and income.

The Fund is single priced and may suffer a reduction in value as a result of the transaction costs incurred in the purchase and sale of its underlying investments and the spread between the buying and selling prices of such investments caused by subscriptions, redemptions and/or switching in and out of the Fund. This is known as “dilution”. In order to counter this and to protect unitholders’ interests, with effect from 1 October 2018, the Manager will apply “dilution adjustment” as part of its daily valuation policy. This will mean that in certain circumstances the Manager (if in its opinion in good faith it is in the interest of unitholders to do so) will make adjustments in the calculations of the net asset value per unit, to counter the impact of dealing and other costs on occasions when these are deemed to be significant.

The need to make a dilution adjustment will depend upon the net value of subscriptions, switching and redemptions received by the Fund for each dealing day. The Manager therefore reserves the right to make a dilution adjustment where the Fund experiences a net cash movement which exceeds a threshold of the previous dealing day’s total net asset value.

Any dilution adjustment as at the last dealing day of the year will be disclosed under units in issue.

**NOTES TO THE FINANCIAL STATEMENTS**  
For the financial year ended 31 December 2020

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**2. Significant accounting policies**

The principal accounting policies applied in the preparation of these financial statements are set out below.

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss, and in accordance with the Statement of Recommended Accounting Practice 7 “Reporting Framework for Unit Trusts” (“RAP 7”) issued by the Institute of Singapore Chartered Accountants.

(b) Recognition of income

Interest income on deposits is recognised on a time proportion basis using the effective interest method.

(c) Investments

Investments are classified as financial assets held at fair value through profit or loss. Purchases of investments are recognised on trade date. Investments are recorded at fair value on initial recognition, and subsequently carried at fair value.

The fair value of financial assets and liabilities traded in active markets is based on market mid prices for debt securities on the reporting date. Accrued interest or discount or premium on debt securities at the reporting date are included in the fair value of debt securities. Interest income on debt securities is presented within net gains or losses on investments on the Statement of Total Return.

Investments are derecognised on the trade date of disposal. Net gains or losses on investments are taken up in the Statement of Total Return.

(d) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

**NOTES TO THE FINANCIAL STATEMENTS**  
For the financial year ended 31 December 2020

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**2. Significant accounting policies (continued)**

(e) Sales and purchases awaiting settlement

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(f) Bank balances

Bank balances comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

(g) Payables

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

(h) Foreign currency translation

The Fund may hold assets and liabilities denominated in currencies other than Singapore dollars. The financial statements are presented in Singapore dollars, which is the Fund's functional and presentation currency.

Foreign currency transactions during the year are translated into Singapore dollars at the rates of exchange ruling on the transaction dates. Foreign currency monetary assets and liabilities are translated into Singapore dollars at the rates of exchange ruling at the reporting date. Foreign exchange gains or losses resulting from the settlement of foreign currency transactions and from the translation at year end exchange rates of foreign currency monetary assets and liabilities, are taken to the Statement of Total Return.

(i) Financial derivatives

Financial derivatives are recognised at fair value on the date in which a financial derivative contract is entered into and are subsequently re-measured at their fair values. Fair values are obtained from quoted market prices in active markets, including recent market transactions. A financial derivative is carried as an asset when its fair value is positive, and as a liability when its fair value is negative.

Net gains or losses on financial derivatives held for protection or enhancement of investments are taken to the Statement of Total Return as gains or losses on financial derivatives.

**NOTES TO THE FINANCIAL STATEMENTS**  
*For the financial year ended 31 December 2020*

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**2. Significant accounting policies (continued)**

(j) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

(k) Distribution

The Manager shall have the absolute discretion to determine whether a distribution is to be made. In the event that the Manager determines that a distribution will be made, an amount required to effect such a distribution shall be transferred to a distribution account for payment on distribution date. This amount shall not be treated as part of the property of the Fund.

Distribution is accrued for at the reporting date if the necessary approvals have been obtained and a legal or constructive obligation has been created.

**3. Income tax**

The Fund has been approved by the Monetary Authority of Singapore under the Enhanced-Tier Fund Tax Incentive Scheme (Section 13X of the Income Tax Act) and is included in the Central Provident Fund Investment Scheme. Subject to certain conditions being met on an annual basis, the Fund will be granted tax exemption on the specified income in respect of any designated investment for the life of the Fund. The tax exemption does not apply in the year when the relevant conditions are not met. The terms “specified income” and “designated investments” are defined in the relevant Income Tax legislations and MAS Circulars.



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**4. Distributions**

The Fund distributed a total of \$7,558,368 (2019: \$6,361,299) to Class A and RMB Hedged Class unitholders on the register during the year as disclosed below.

**2020**  
**Class A**

<b>Record date</b>	<b>Payment date</b>	<b>Distribution rate \$ per 100 units</b>	<b>Distribution amount \$</b>
31 Mar 2020	17 Apr 2020	0.7341	1,528,019
30 Jun 2020	16 Jul 2020	0.7569	1,826,318
30 Sep 2020	16 Oct 2020	0.7648	1,966,834
31 Dec 2020	19 Jan 2021	0.7700	2,180,263
			<b>7,501,434</b>

**RMB Hedged Class**

<b>Record date</b>	<b>Payment date</b>	<b>Distribution rate RMB per 100 units</b>	<b>Distribution amount RMB</b>	<b>Distribution amount \$</b>
31 Mar 2020	17 Apr 2020	9.2654	66,341	13,381
30 Jun 2020	16 Jul 2020	9.5708	69,991	13,806
30 Sep 2020	16 Oct 2020	9.7178	72,264	14,606
31 Dec 2020	19 Jan 2021	9.8543	74,057	15,141
			<b>282,653</b>	<b>56,934</b>

**2019**  
**Class A**

<b>Record date</b>	<b>Payment date</b>	<b>Distribution rate \$ per 100 units</b>	<b>Distribution amount \$</b>
29 Mar 2019	16 Apr 2019	0.7368	1,521,906
28 Jun 2019	16 Jul 2019	0.7534	1,560,890
30 Sep 2019	16 Oct 2019	0.7639	1,515,336
31 Dec 2019	17 Jan 2020	0.7648	1,720,667
			<b>6,318,799</b>

**SCHRODER ASIAN INVESTMENT GRADE CREDIT***(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2020***4. Distributions (continued)****RMB Hedged Class**

<b>Record date</b>	<b>Payment date</b>	<b>Distribution rate RMB per 100 units</b>	<b>Distribution amount RMB</b>	<b>Distribution amount \$</b>
29 Mar 2019	16 Apr 2019	9.2304	37,975	7,658
28 Jun 2019	16 Jul 2019	9.4544	39,241	7,755
30 Sep 2019	16 Oct 2019	9.5883	71,242	13,808
31 Dec 2019	17 Jan 2020	9.6311	68,632	13,279
			<u>217,090</u>	<u>42,500</u>

**5. Receivables**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Amount receivable for creation of units	<b>1,684,303</b>	7,362,272
Other	<b>52</b>	68
	<u><b>1,684,355</b></u>	<u>7,362,340</u>

**6. Financial derivatives**

Financial derivative contracts comprise spot and forward foreign exchange and futures contracts due for settlement or contractual re-pricing within 3 months (2019: within 3 months) from the reporting date. The contracted or underlying principal amounts of these financial derivatives and their corresponding gross fair values at the reporting date are analysed below.

	<b>Notional amount</b>	<b>Fair value assets</b>	<b>Fair value liabilities</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>2020</b>			
Contracts:			
Spot foreign exchange	<b>10,097</b>	<b>9</b>	-
Forward foreign exchange	<b>435,758,814</b>	<b>5,735,517</b>	<b>(107,093)</b>
Futures	<b>46,133,783</b>	-	<b>(36,428)</b>
			<u><b>(36,428)</b></u>

**SCHRODER ASIAN INVESTMENT GRADE CREDIT****(a sub-fund of Schroder International Opportunities Portfolio)**

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**6. Financial derivatives (continued)**

	Notional amount \$	Fair value assets \$	Fair value liabilities \$
<u>2019</u>			
Contracts:			
Forward foreign exchange	300,542,114	3,234,977	(82)
Futures	50,625,430	450,047	-

**7. Payables**

	2020 \$	2019 \$
Amount payable for cancellation of units	663,443	1,638,354
Amount payable for dividend distribution	2,195,404	1,733,946
Accrued management fees	168,722	129,967
Accrued trustee fees	12,632	9,184
Accrued valuation fees	8,812	6,146
Other accrued expenses	29,758	40,025
	<b>3,078,771</b>	<b>3,557,622</b>

**8. Units in issue**

<b>Class A</b>	<b>2020 Units</b>	<b>2019 Units</b>
At the beginning of the financial year	224,982,572	166,868,166
Created	189,569,718	155,079,904
Cancelled	(131,401,233)	(96,965,498)
At the end of the financial year	<b>283,151,057</b>	<b>224,982,572</b>
	\$	\$
<b>Net assets attributable to unitholders</b>	<b>246,962,379</b>	<b>194,404,517</b>
<b>Net assets attributable to unitholders per unit</b>	<b>0.87</b>	<b>0.86</b>

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<b>Class I</b>	<b>2020 Units</b>	<b>2019 Units</b>
At the beginning of the financial year	<b>107,590,258</b>	81,856,077
Created	<b>69,170,430</b>	46,301,621
Cancelled	<b>(9,094,976)</b>	(20,567,440)
At the end of the financial year	<b>167,665,712</b>	107,590,258
	<b>\$</b>	<b>\$</b>
<b>Net assets attributable to unitholders</b>	<b>197,764,227</b>	120,552,930
<b>Net assets attributable to unitholders per unit</b>	<b>1.18</b>	1.12
<b>RMB Hedged Class</b>	<b>2020 Units</b>	<b>2019 Units</b>
At the beginning of the financial year	<b>712,599</b>	406,301
Created	<b>38,920</b>	340,407
Cancelled	-	(34,109)
At the end of the financial year	<b>751,519</b>	712,599
	<b>RMB</b>	<b>RMB</b>
<b>Net assets attributable to unitholders</b>	<b>8,387,032</b>	7,758,451
<b>Net assets attributable to unitholders per unit</b>	<b>11.16</b>	10.89

The Fund currently offers 3 Classes of units, namely Class A units, Class I units and RMB Hedged Class units. All 3 Classes of units constitute the Fund and have different features. The key differences between the Classes are the management fee rate, currency of denomination and distribution policy applicable to each Class. Class A and Class I are denominated in SGD. The RMB Hedged Class is subject to foreign exchange risk against the Fund's functional currency.

Net assets attributable to unitholders ("NAV") is apportioned between all 3 Classes of units based on the proportion of NAV of each Class, which is determined by computing the equivalent number of units of Class A, Class I and RMB Hedged Class units in issue. Any expense, income and/or gain which is attributable to a particular Class shall be deducted from or added to the net assets attributable to that Class.

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**8. Units in issue** (continued)

A reconciliation of the net assets attributable to unitholders per unit per the financial statements and the net assets attributable to unitholders per unit for issuing/redeeming units at the financial year end date is presented below:

<b>Class A</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Net assets attributable to unitholders per unit per the financial statements	<b>0.87</b>	0.86
Effect of distribution per unit	<b>0.01</b>	0.01
Net assets attributable to unitholders per unit for issuing/redeeming of units	<b>0.88</b>	0.87
<b>RMB Hedged Class</b>	<b>2020</b>	2019
	<b>RMB</b>	RMB
Net assets attributable to unitholders per unit per the financial statements	<b>11.16</b>	10.89
Effect of distribution per unit	<b>0.10</b>	0.10
Net assets attributable to unitholders per unit for issuing/redeeming of units	<b>11.26</b>	10.99

There is no difference between the net assets attributable to unitholders per unit per the financial statements and the net assets attributable to unitholders per unit for issuing/redeeming of units for the Class I units.

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**9. Financial risk management**

The Fund's activities expose it to a variety of risks including but not limited to market risk (including price risk, interest rate risk and currency risk), liquidity risk and credit risk.

The overall responsibility for the management of the Fund's financial risks lies with the Manager whom, among other things, will regularly assess the economic condition, monitor changes in market outlook and take appropriate measures accordingly to manage the Fund's exposure to these risks. The Manager may from time to time employ derivatives including but not limited to options, futures and currency forwards, subject to the terms of the Trust Deed, for the purpose of efficient portfolio management.

The data used and assumptions made in the sensitivity analyses below may not reflect actual market conditions, nor is it representative of any potential future market conditions. The sensitivity analyses can be complex and the disclosures made here are not exhaustive. The market exposures change regularly and the assumptions made below may not be representative of the risk taken throughout the year. The sensitivity analyses below should not be solely relied upon by investors in their investment decision making.

(a) Market risk

Market risk is the risk of potential adverse changes to the value of financial instruments because of changes in market conditions such as interest rate and currency rate movements and volatility in security prices.

The Fund's investments are monitored by the Manager on a regular basis so as to assess changes in fundamentals and valuation. Although the Manager conducts detailed analysis before making investment decisions, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the net asset value of the Fund. The Manager may also select other financial instruments within the investment guidelines as set out in the Fund's Trust Deed. Guidelines are set to reduce the Fund's risk exposure to market volatility through diversifying the portfolio by investing across various geographies, industry sectors and issuers where permitted.

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**9. Financial risk management (continued)**

(a) Market risk (continued)

COVID-19 pandemic continues to evolve and develop. The situation is dynamic with various cities and countries around the world responding in different ways to address the pandemic. As a result of the COVID-19 pandemic, global financial markets have experienced significant volatility. Given the extent of the crisis, it is difficult to estimate the impact or duration of the volatility on the portfolio of the Fund. The Manager is closely monitoring the development of the COVID-19 pandemic and its related impact.

The benchmark which the performance of the Fund is measured against is the CPFIS-OA Interest Rate + 100 basis points per annum.

At reporting date, the Fund's assets principally consist of quoted debt securities and bank balances. The Fund's exposure to market risk are discussed below:

(i) Price risk

The Fund has insignificant exposure to price risk, therefore a sensitivity analysis has not been presented.

(ii) Interest rate risk

The Fund's interest-bearing financial instruments expose it to risks associated with the effect of fluctuations in the prevailing levels of market interest rates, which will affect the value of these financial instruments and therefore the financial position and cash flows of the Fund. Interest rate risk represents a significant component of the market risk of the Fund.

The Manager will regularly assess the economic condition, monitor changes in interest rates outlook, and invest in debt securities with different maturity profiles and may use derivatives to manage the Fund's interest rate risk.

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**9. Financial risk management (continued)**

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The table below summarises the Fund's exposure to interest rate risk. They include the Fund's trading assets and liabilities at fair value, categorised by the earlier of contractual re-pricing or maturity dates.

	As at 31 December 2020				
	Up to 1 year \$	1-5 years \$	Over 5 years \$	Non- interest bearing \$	Total \$
<b>Assets</b>					
Portfolio of investments	3,499,183	112,239,465	314,280,106	3,162,904	433,181,658
Bank balances	6,762,858	-	-	-	6,762,858
Receivables	-	-	-	1,684,355	1,684,355
Financial derivatives	-	-	-	5,735,526	5,735,526
Margin account	2,290,722	-	-	-	2,290,722
<b>Total assets</b>	<b>12,552,763</b>	<b>112,239,465</b>	<b>314,280,106</b>	<b>10,582,785</b>	<b>449,655,119</b>

<b>Liabilities</b>					
Payables	-	-	-	3,078,771	3,078,771
Financial derivatives	-	-	-	143,521	143,521
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,222,292</b>	<b>3,222,292</b>

	As at 31 December 2019				
	Up to 1 year \$	1-5 years \$	Over 5 years \$	Non- interest bearing \$	Total \$
<b>Assets</b>					
Portfolio of investments	12,573,180	83,493,681	203,594,463	2,893,130	302,554,454
Bank balances	4,810,960	-	-	-	4,810,960
Receivables	-	-	-	7,362,340	7,362,340
Financial derivatives	-	-	-	3,685,024	3,685,024
Margin account	1,600,173	-	-	-	1,600,173
<b>Total assets</b>	<b>18,984,313</b>	<b>83,493,681</b>	<b>203,594,463</b>	<b>13,940,494</b>	<b>320,012,951</b>

<b>Liabilities</b>					
Payables	-	-	-	3,557,622	3,557,622
Financial derivatives	-	-	-	82	82
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,557,704</b>	<b>3,557,704</b>



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**9. Financial risk management (continued)**

(a) Market risk (continued)

(ii) Interest rate risk (continued)

As at reporting date, the Fund's notional exposure on derivative contracts to interest rate risk were as follows:

	<b>2020</b>	2019
	<b>Total Notional in</b>	Total Notional in
	<b>\$</b>	<b>\$</b>
Bond futures (short)	<b>46,133,783</b>	50,625,430

The table below summarises the potential impact of increases/decreases in each of the Fund's reference interest rates on the Fund's net assets attributable to unitholders as at reporting date. The analysis is based on the assumption that each of the Fund's reference interest rates increases/decreases by a reasonable possible shift, with all other variables held constant, and that the fair value of the Fund's investments in debt securities moves inversely to the interest rate changes. This represents management's best estimate of a reasonable possible shift in each of the reference interest rates, having regard to their historical movement.

Currency denomination of debt securities	2020		2019	
	Reasonable possible change bps	Impact on net assets attributable to unitholders \$	Reasonable possible change bps	Impact on net assets attributable to unitholders \$
SGD	44	329,493	34	181,051
USD	41	<b>9,888,401</b>	34	4,918,433

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**9. Financial risk management (continued)**

(a) Market risk (continued)

(iii) Currency risk

The Fund may hold monetary and non-monetary assets and liabilities denominated in currencies other than Singapore dollars. Consequently, the Fund may be exposed to currency risk since the value of these assets and liabilities denominated in other currencies will fluctuate due to changes in exchange rates. The Manager monitors the exposure on all foreign currency denominated assets and liabilities and may manage the currency risks by hedging some or all of the currency risk exposure through derivatives such as forward currency contracts, currency futures, currency swap agreements or currency options, or alternatively increase exposure to preferred foreign currencies.

The table below summarises the Fund's exposure to foreign currencies from its monetary and non-monetary assets and liabilities:

	As at 31 December 2020				
	CNH \$	SGD \$	USD \$	Others* \$	Total \$
<b>Assets</b>					
Portfolio of investments	-	3,499,183	425,543,389	4,139,086	433,181,658
Bank balances	1,803	6,058,425	670,272	32,358	6,762,858
Receivables	10,088	1,674,267	-	-	1,684,355
Margin account	-	-	2,290,722	-	2,290,722
<b>Total assets</b>	<b>11,891</b>	<b>11,231,875</b>	<b>428,504,383</b>	<b>4,171,444</b>	<b>443,919,593</b>
<b>Liabilities</b>					
Payables	15,141	3,063,156	474	-	3,078,771
Financial derivatives (excluding currency contracts)	-	-	36,428	-	36,428
<b>Total liabilities</b>	<b>15,141</b>	<b>3,063,156</b>	<b>36,902</b>	<b>-</b>	<b>3,115,199</b>
<b>Net financial (liabilities)/ assets</b>	<b>(3,250)</b>	<b>8,168,719</b>	<b>428,467,481</b>	<b>4,171,444</b>	<b>440,804,394</b>
Currency spot and forward	1,703,041	432,349,581	(430,122,004)	(3,930,618)	
<b>Currency exposure</b>	<b>1,699,791</b>	<b>440,518,300</b>	<b>(1,654,523)</b>	<b>240,826</b>	

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**9. Financial risk management (continued)**

(a) Market risk (continued)

(iii) Currency risk (continued)

	CNH \$	As at 31 December 2019 SGD \$	USD \$	Total \$
<b>Assets</b>				
Portfolio of investments	-	7,578,421	294,976,033	302,554,454
Bank balances	9,322	3,512,733	1,288,905	4,810,960
Receivables	-	7,362,340	-	7,362,340
Financial derivatives (excluding currency contracts)	-	-	450,047	450,047
Margin account	-	-	1,600,173	1,600,173
<b>Total assets</b>	<b>9,322</b>	<b>18,453,494</b>	<b>298,315,158</b>	<b>316,777,974</b>
<b>Liabilities</b>				
Payables	13,279	3,544,043	300	3,557,622
<b>Total liabilities</b>	<b>13,279</b>	<b>3,544,043</b>	<b>300</b>	<b>3,557,622</b>
<b>Net financial (liabilities)/assets</b>				
Currency forward	(3,957)	14,909,451	298,314,858	313,220,352
	1,498,630	297,400,776	(298,899,406)	
<b>Currency exposure</b>	<b>1,494,673</b>	<b>312,310,227</b>	<b>(584,548)</b>	

\* Foreign currencies to which the Fund does not have a significant exposure are included within 'Others'.

The following table shows the sensitivity of the Fund's monetary and non-monetary assets and liabilities to key foreign currency exposure should the currencies increase or decrease against the Fund's functional currency with all other variables held constant.

Currency	2020		2019	
	Reasonable possible change %	Impact on net assets attributable to unitholders \$	Reasonable possible change %	Impact on net assets attributable to unitholders \$
CNH	2	33,996	2	29,893
USD	2	(33,090)	2	(11,691)

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**9. Financial risk management (continued)**

(b) Liquidity risk

The Fund's liquidity risk arises mainly from redemptions of units. The Fund invests the majority of its assets in investments that are traded in active markets. However, liquidity may be poor in certain segments of the Asian bond markets (e.g. selective corporate bonds), particularly in times of risk aversion. Therefore, the Manager considers liquidity as one of the key risks in Asian fixed income investing. Given this, at all stages of the investment process, the Manager takes into account liquidity and its impact on the overall portfolio and emphasises diversification across the portfolio's credit exposures.

The Fund has the ability to borrow in the short-term for the purposes of meeting redemptions and short-term bridging requirements. Dedicated personnel are responsible for monitoring the Fund's liquidity position on a daily basis to ensure that sufficient cash resources and liquid assets are available to meet liabilities as and when they fall due.

Units are redeemable at the holder's option. However, the Manager also has the option to limit redemption requests to 10% of the total number of units then in issue on each dealing day, with the approval of the Trustee.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months approximate their carrying values as the impact of discounting is not significant.

	<b>2020</b>	2019
	<b>Less than 3 months</b>	Less than 3 months
	<b>\$</b>	<b>\$</b>
Payables	<b>3,078,771</b>	3,557,622
Financial derivatives	<b>143,521</b>	82

All financial derivatives are disclosed above based on fair value as at the reporting date. Spot foreign exchange contracts are settled based on contractual notional amounts on settlement date. Realised gains or losses on forward foreign exchange and futures contracts are settled on maturity date. The notional amounts of all financial derivatives are disclosed in note 6.

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**9. Financial risk management (continued)**

(c) Credit risk

The Fund takes on exposure to credit risk arising mainly from its investments in debt securities where issuers may be unable to meet their financial obligations, such as payments of principal and/or interest on an instrument. In addition, an issuer may suffer adverse changes in its financial condition that could lower the credit quality of the security. A change in the credit rating of a security can also affect the security's liquidity and make it more difficult to sell.

The Fund invests in investment grade debt securities as rated by Standard & Poor's, Moody's or Fitch. The Fund may also invest in non-rated debt securities issued by Singapore-incorporated entities and Singapore statutory boards. An analysis of the credit ratings of the Fund's investments has been disclosed in the Statement of Portfolio.

The Manager has in place procedures for proper credit screening and monitoring of credit risk, including the use of approved counterparties with credit limits set and subject to specified financial strength criteria. Exposure against all counterparties is then monitored on a daily basis. In addition, the Manager uses detailed credit research processes in the investment processes employed in respect of the Fund.

The Fund's exposure to credit risk also arises from its bank balances and assets held with custodians and counterparties. The table below summarises the credit rating of banks, custodians and counterparties with whom the Fund's assets are held as at reporting date.

<b>As at 31 December 2020</b>	<b>Credit rating</b>	<b>Source of credit rating</b>
<b><u>Bank &amp; Custodian</u></b>		
The Hongkong and Shanghai Banking Corp Ltd	<b>a1</b>	<b>Moody's</b>
<b><u>Counterparty</u></b>		
BNP Paribas SA	<b>baa1</b>	<b>Moody's</b>
Goldman Sachs Bank	<b>baa1</b>	<b>Moody's</b>
Royal Bank of Canada	<b>a3</b>	<b>Moody's</b>
State Street Bank & Trust Co	<b>a1</b>	<b>Moody's</b>
The Hongkong and Shanghai Banking Corp Ltd	<b>a1</b>	<b>Moody's</b>
UBS AG	<b>a3</b>	<b>Moody's</b>

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**9. Financial risk management (continued)**

(c) Credit risk (continued)

As at 31 December 2019	Credit rating	Source of credit rating
<b><u>Bank &amp; Custodian</u></b>		
The Hongkong and Shanghai Banking Corp Ltd	a1	Moody's
<b><u>Counterparty</u></b>		
JPMorgan Chase Bank NA	a2	Moody's
The Hongkong and Shanghai Banking Corp Ltd	a1	Moody's
UBS AG	a3	Moody's

The credit ratings shown are the Baseline Credit Assessment ratings as published by Moody's.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

(d) Fair value estimation

The fair value of financial instruments is based on quoted market prices as at the reporting date. The quoted market price used for debt securities is the market mid price and the quoted market price used for other financial assets is the current bid price; the appropriate quoted market price used for financial liabilities is the current asking price.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

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**9. Financial risk management (continued)**

(d) Fair value estimation (continued)

The following table analyses within the fair value hierarchy the Fund's financial instruments measured at fair value at reporting date:

	As at 31 December 2020			Total \$
	Level 1 \$	Level 2 \$	Level 3 \$	
<b>Assets</b>				
Financial assets at fair value through profit or loss				
Debt securities	3,499,183	429,682,475	-	433,181,658
Financial derivatives	-	5,735,526	-	5,735,526
	<b>3,499,183</b>	<b>435,418,001</b>	<b>-</b>	<b>438,917,184</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss				
Financial derivatives	36,428	107,093	-	143,521
<b>As at 31 December 2019</b>				
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Assets</b>				
Financial assets at fair value through profit or loss				
Debt securities	7,578,421	294,976,033	-	302,554,454
Financial derivatives	450,047	3,234,977	-	3,685,024
	<b>8,028,468</b>	<b>298,211,010</b>	<b>-</b>	<b>306,239,478</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss				
Financial derivatives	-	82	-	82

Investments in Singapore government and MAS Bills debt securities and exchange traded derivatives whose values are based on quoted market prices in active markets are classified within level 1. The quoted price for these financial instruments is not adjusted.

Financial instruments that trade in markets not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include government and corporate debt securities and over-the-counter derivatives.

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**9. Financial risk management (continued)**

(d) Fair value estimation (continued)

There are no financial instruments classified within level 3.

Except for bank balances which are classified as level 1, the Fund's assets and liabilities not measured at fair value at reporting date have been classified as level 2. The carrying amounts of these assets and liabilities approximate their fair values as at the reporting date.

(e) Offsetting financial assets and financial liabilities

The following tables present the Fund's financial assets and liabilities subject to offsetting, enforceable master netting arrangements or similar agreements.

The gross and net positions of financial assets and liabilities that have been offset in the Statement of Financial Position are disclosed in the first three columns of the tables below.

	Gross amounts of recognised financial assets	Gross amounts of recognised financial liabilities set-off in the Statement of Financial Position	Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not set-off in the Statement of Financial Position		
				Financial instruments	Cash collateral	Net amount
	\$	\$	\$	\$	\$	\$
Contracts:						
Spot foreign exchange	9	-	9	-	-	9
Forward foreign exchange	5,735,517	-	5,735,517	(44,485)	-	5,691,032

	Gross amounts of recognised financial liabilities	Gross amounts of recognised financial assets set-off in the Statement of Financial Position	Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not set-off in the Statement of Financial Position		
				Financial instruments	Cash collateral	Net amount
	\$	\$	\$	\$	\$	\$
Contracts:						
Forward foreign exchange	107,093	-	107,093	(44,485)	-	62,608
Futures	36,428	-	36,428	-	(36,428)	-



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**9. Financial risk management (continued)**

(e) Offsetting financial assets and financial liabilities (continued)

2019	Gross amounts of recognised financial assets \$	Gross amounts of recognised financial liabilities set-off in the Statement of Financial Position \$	Net amounts of financial assets presented in the Statement of Financial Position \$	Related amounts not set-off in the Statement of Financial Position		
				Financial instruments \$	Cash collateral \$	Net amount \$
Contracts:						
Forward foreign exchange	3,234,977	-	3,234,977	(82)	-	3,234,895
Futures	450,047	-	450,047	-	-	450,047

2019	Gross amounts of recognised financial liabilities \$	Gross amounts of recognised financial assets set-off in the Statement of Financial Position \$	Net amounts of financial liabilities presented in the Statement of Financial Position \$	Related amounts not set-off in the Statement of Financial Position		
				Financial instruments \$	Cash collateral \$	Net amount \$
Contracts:						
Forward foreign exchange	82	-	82	(82)	-	-

(f) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

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#### 10. Related party disclosure

The Manager of the Fund is Schroder Investment Management (Singapore) Ltd. The Trustee is HSBC Institutional Trust Services (Singapore) Limited. With effect from 1 July 2020, The Hongkong and Shanghai Banking Corporation Limited replaces HSBC France, Luxembourg Branch, as the Registrar of the Fund. Both Trustee and Registrar are subsidiaries of the HSBC Group. The management fees paid to the Manager and registration fees paid to the Registrar; trustee fees, valuation fees and custodian fees charged by, and interest earned on deposits with, the HSBC Group are shown in the Statement of Total Return.

As at reporting date, the Fund maintained with the HSBC Group, the following bank balances:

	2020 \$	2019 \$
Current accounts	<u>6,762,858</u>	<u>4,810,960</u>

#### 11. Margin account

	2020 \$	2019 \$
Margin account	<u>2,290,722</u>	<u>1,600,173</u>

Margin account represents the margin deposit held in respect of futures contracts. The potential effect of offsetting arrangement is disclosed in note 9(e).

**SCHRODER ASIAN INVESTMENT GRADE CREDIT**  
**(a sub-fund of Schroder International Opportunities Portfolio)**  
 Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

**NOTES TO THE FINANCIAL STATEMENTS**  
 For the financial year ended 31 December 2020

**12. Financial ratios**

	2020			2019		
	Class A	Class I	RMB Hedged Class	Class A	Class I	RMB Hedged Class
Expense ratio <sup>1</sup>	<b>0.89%</b>	<b>0.11%</b>	<b>0.99%</b>	0.90%	0.12%	0.99%
	<b>Fund</b>			<b>Fund</b>		
Turnover ratio <sup>2</sup>	<b>128.84%</b>			<b>98.88%</b>		

<sup>1</sup> The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio was based on total operating expenses divided by the average net asset values for each Class for the year. The total operating expenses do not include brokerage and other transaction costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. Expenses which are common to all Classes are apportioned based on the proportion of NAV of each Class. The Fund does not pay any performance fee. The respective values used in the calculation of the expense ratio are disclosed below. The average net asset values are based on the daily balances.

Expense ratio calculations	2020			2019		
	Class A \$	Class I \$	RMB Hedged Class \$	Class A \$	Class I \$	RMB Hedged Class \$
Total operating expenses	<b>1,870,757</b>	<b>177,560</b>	<b>15,831</b>	1,548,278	121,792	11,916
Average net asset value	<b>210,425,202</b>	<b>164,643,206</b>	<b>1,602,603</b>	172,613,150	105,074,295	1,199,719

<sup>2</sup> The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower value of purchases or sales of the underlying investments divided by the average daily net asset value.

Turnover ratio calculations	2020	2019
	Fund \$	Fund \$
Lower of purchases or sales	<b>485,315,487 (sales)</b>	275,767,331 (sales)
Average net asset value	<b>376,671,011</b>	278,887,164

## REPORT TO UNITHOLDERS

31 December 2020

The following is a report on the Schroder Asian Investment Grade Credit (the "Fund"):

1. Top 10 holdings of the Fund as at 31 December 2020:

	Fair value \$	Percentage of total net assets attributable to unitholders %
Perusahaan Penerbit SBSN Indonesia III 4.45% 20 Feb 2029	10,635,836	2.37
Shinhan Financial Group Co Ltd Var 5 Feb 2030	9,124,252	2.04
Tencent Hldg Ltd 3.595% 19 Jan 2028	8,606,820	1.94
China Construction Bank Corp Var 24 Jun 2030	8,094,628	1.81
MTR Corp Ltd EMTN 1.625% 19 Aug 2030	7,823,124	1.75
Charming Light Investments Ltd EMTN 4.375% 21 Dec 2027	7,459,908	1.67
Competition Team Technologies Ltd 4.25% 12 Mar 2029	7,010,503	1.57
Inventive Global Investments Ltd EMTN 1.65% 3 Sep 2025	6,839,983	1.53
Industrial & Commercial Bank of China Macau Ltd Var 12 Sep 2029	6,814,665	1.53
Indonesia Government Intl Bond 6.625% 17 Feb 2037	6,793,939	1.51

Top 10 holdings of the Fund as at 31 December 2019:

	Fair value \$	Percentage of total net assets attributable to unitholders %
Korea Resources Corp 4% 18 Apr 2023	8,838,441	2.79
Charming Light Investments Ltd EMTN 4.375% 21 Dec 2027	7,236,604	2.30
Perusahaan Penerbit SBSN Indonesia III 4.45% 20 Feb 2029	7,091,684	2.25
Bangkok Bank PCL / Hong Kong Var 25 Sep 2034	6,851,093	2.16
CMT MTN Pte Ltd EMTN 3.609% 4 Apr 2029	6,298,317	1.98
Santos Finance Ltd EMTN 5.25% 13 Mar 2029	5,855,951	1.85
Huarong Finance 2017 Co Ltd EMTN FRN 7 Nov 2022	5,763,464	1.82
Shinhan Bank GMTN 4.5% 26 Mar 2028	5,384,465	1.70
Sands China Ltd 5.125% 8 Aug 2025	5,191,610	1.64
AAC Technologies Hldg Inc 3% 27 Nov 2024	4,853,364	1.53

The Fund was not invested in other unit trusts, mutual funds or collective investment schemes as at 31 December 2020. For the full composition of investments of the Fund as at 31 December 2020 and an analysis of the investments by credit ratings, refer to the Statement of Portfolio on pages 12 to 19.

## REPORT TO UNITHOLDERS

31 December 2020

2. The Fund has the following exposure to financial derivatives as at 31 December 2020:

	Fair value \$	Percentage of total net assets attributable to unitholders %
Contracts:		
Spot foreign exchange	9	*
Forward foreign exchange	5,628,424	1.26
Futures	(36,428)	(0.01)

\* Less than 0.01

The net loss on financial derivatives realised in the period 1 January 2020 to 31 December 2020 amounted to \$3,481,521.

The net gain on outstanding financial derivatives marked to market as at 31 December 2020 amounted to \$5,592,005.

3. The Fund did not have any borrowings as at 31 December 2020.

4. The amount of subscriptions and redemptions in the period 1 January 2020 to 31 December 2020 were as follows:

	\$
Subscriptions	242,801,517
Redemptions	123,538,366

5. Expense Ratio

Class A

1 January 2020 to 31 December 2020 0.89%

1 January 2019 to 31 December 2019 0.90%

Class I

1 January 2020 to 31 December 2020 0.11%

1 January 2019 to 31 December 2019 0.12%

RMB Hedged Class

1 January 2020 to 31 December 2020 0.99%

1 January 2019 to 31 December 2019 0.99%

## REPORT TO UNITHOLDERS

31 December 2020

### 6. Turnover of Portfolio

1 January 2020 to 31 December 2020	128.84%
1 January 2019 to 31 December 2019	98.88%

### 7. Soft dollar commissions/arrangements:

In the management of the Fund, the Manager currently does not receive or enter into any soft dollar commissions or arrangements.

### 8. For related party transactions, refer to note 10 in the Notes to the Financial Statements.

### 9. Performance of Fund for periods ended 31 December 2020

	3 mths	6 mths	1 yr	3 yrs*	5 yrs*	10 yrs*	Since Launch**
Class A	1.6%	3.5%	4.3%	4.3%	3.6%	3.3%	2.7%
Benchmark**	0.9%	1.7%	3.5%	3.5%	3.5%	3.5%	3.5%
Class I	1.8%	4.1%	5.2%	5.1%	4.4%	-	4.1%
Benchmark**	0.9%	1.7%	3.5%	3.5%	3.5%	-	3.5%
RMB Hedged Class	2.3%	4.8%	6.0%	5.9%	5.8%	-	5.0%
Benchmark**	-0.3%	-1.3%	-1.8%	3.8%	4.7%	-	3.2%

\* Returns of more than 1 year are annualised

# Since launch figures from 8 February 2007 (Class A), 2 December 2013 (Class I) and 28 February 2013 (RMB Hedged Class)

\*\* Benchmark: CPFIS-OA Interest Rate + 100 bps p.a.

Source

Fund: Morningstar (class currency, bid to bid, net income reinvested, net of fees)

Benchmark: Schroders (class currency)

