



Sumitomo Mitsui DS Asset Management

Sumitomo Mitsui DS Investment Fund –  
Japan High Dividend Stocks Fund

Unaudited Interim Report

For the six months ended 30 September 2020

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## Statement of assets and liabilities as at 30 September 2020 (Unaudited)

(Expressed in Japanese Yen)

	<i>As at 30 September 2020</i>	<i>As at 31 March 2020</i>
<b>Assets</b>		
Financial assets at fair value through profit or loss	¥ 942,365,661	¥ 1,010,250,450
Amounts due from brokers	–	2,124
Cash and cash equivalents	14,149,046	13,743,376
Dividends receivable	12,090,888	20,771,730
<b>Total assets</b>	<b>¥ 968,605,595</b>	<b>¥ 1,044,767,680</b>
<b>Liabilities</b>		
Financial assets at fair value through profit or loss	¥ –	¥ 49,606
Amounts due to broker	24	–
Distributions payable	63,222	31,318
Management fees payable	662,658	740,148
Accrued expenses and other payable	2,191,750	3,884,957
<b>Total liabilities (excluding net assets attributable to unitholders)</b>	<b>¥ 2,917,654</b>	<b>¥ 4,706,029</b>
<b>Net assets attributable to unitholders</b>	<b>¥ 965,687,941</b>	<b>¥ 1,040,061,651</b>

**Statement of assets and liabilities as at 30 September 2020**  
**(Unaudited) (Continued)**  
*(Expressed in Japanese Yen)*

	<i>As at 30 September 2020</i>	<i>As at 31 March 2020</i>
<b>Number of units in issue:</b>		
Class A (HKD) Accumulation	150,000	150,000
Class A (USD) Hedged Distribution	29,964	28,947
Class I (JPY) Accumulation	1,000,000	1,200,182
<b>Net asset value per unit:</b>		
Class A (HKD) Accumulation	¥ 112	¥ 102
Class A (USD) Hedged Distribution	841	791
Class I (JPY) Accumulation	923	834

## Statement of comprehensive income for the six months ended 30 September 2020 (Unaudited) (Expressed in Japanese Yen)

	<i>Period ended 30 September 2020</i>	<i>Period ended 30 September 2019</i>
Dividend income	¥ 14,409,720	¥ 19,769,680
Net profits/(losses) from financial instruments at fair value through profit or loss	102,401,778	(39,981,471)
Net foreign exchange profit	3,636	25,582
<b>Total net profit/(loss)</b>	<b>¥ 116,815,134</b>	<b>¥ (20,186,209)</b>
Management fees	(4,201,972)	(5,146,309)
Trustee's fees	(252,536)	(301,005)
Custodian fees	(252,536)	(301,005)
Administrator fees	(404,062)	(661,112)
Transfer agent fees	(241,707)	(328,862)
Transaction costs	(2,646,245)	(3,575,556)
Audit fee	(1,464,445)	(1,455,085)
Interest expenses	(22,686)	(17,645)
<b>Total operating expense</b>	<b>¥ (9,486,189)</b>	<b>¥ (11,786,579)</b>
<b>Net profit/(loss) from operations before taxation</b>	<b>¥ 107,328,945</b>	<b>¥ (31,972,788)</b>
Taxation	(1,440,972)	(1,976,968)
<b>Net profit/(loss) from operations before distributions</b>	<b>¥ 105,887,973</b>	<b>¥ (33,949,756)</b>
Distributions to unitholders	(353,596)	(1,901,961)
<b>Increase/(decrease) in net assets attributable to unitholders and total comprehensive income for the period</b>	<b>¥ 105,534,377</b>	<b>¥ (35,851,717)</b>

**Statement of changes in net assets attributable to  
unitholders for the six months ended 30 September 2020  
(Unaudited)**  
*(Expressed in Japanese Yen)*

	<i>Period ended 30 September 2020</i>	<i>Period ended 30 September 2019</i>
<b>Balance at the beginning of the period</b>	<b>¥ 1,040,061,651</b>	<b>¥ 1,237,747,799</b>
<b>Increase/(decrease) in net assets attributable to unitholders and total comprehensive income for the period</b>	<b>¥ 105,534,377</b>	<b>¥ (35,851,717)</b>
<b><i>Subscriptions of units</i></b>		
Class A (USD) Hedged Distribution (3,160 units) (2019: 4,400 units)	¥ 2,662,909	¥ 3,937,784
<b><i>Redemptions of units</i></b>		
Class A (USD) Hedged Distribution (2,485 units) (2019: 2,744 units)	¥ (2,091,384)	¥ (2,422,255)
Class I (JPY) Accumulation (200,182 units) (2019: Nil units)	(180,764,328)	–
<b><i>Reinvestments of units</i></b>		
Class A (USD) Hedged Distribution (342 units) (2019: 873 units)	¥ 284,716	¥ 779,905
	<b>¥ (179,908,087)</b>	<b>¥ 2,295,434</b>
<b>Balance at the end of the period</b>	<b>¥ 965,687,941</b>	<b>¥ 1,204,191,516</b>

## Distribution statement for the six months ended 30 September 2020 (Unaudited)

(Expressed in Japanese Yen)

	<i>Six months ended 30 September 2020</i>	<i>Year ended 31 March 2020</i>
<b>Amount available for distribution at the beginning of the period/year</b>	¥ <b>1,040,061,651</b>	¥ <b>1,237,747,799</b>
Net paid on redemption of units	(179,908,087)	(27,852,739)
Profit/(Loss) before distributions after taxation	105,887,973	(166,430,279)
 <b><i>Distributions to unitholders</i></b>		
- Class A (USD) Hedged Distribution		
USD 0.02 per unit on 29,965 units on 30 September 2020	¥ (63,222)	¥ –
USD 0.02 per unit on 27,407 units on 31 August 2020	(57,881)	–
USD 0.02 per unit on 29,182 units on 31 July 2020	(60,910)	–
USD 0.02 per unit on 29,115 units on 30 June 2020	(62,740)	–
USD 0.02 per unit on 29,052 units on 29 May 2020	(62,237)	–
USD 0.02 per unit on 28,982 units on 28 April 2020	(46,606)	–
USD 0.01 per unit on 28,947 units on 31 March 2020	–	(31,318)
USD 0.04 per unit on 73,359 units on 09 March 2020	–	(279,596)
USD 0.04 per unit on 73,229 units on 31 January 2020	–	(287,522)
USD 0.04 per unit on 73,213 units on 14 January 2020	–	(322,328)
USD 0.04 per unit on 72,958 units on 29 November 2019	–	(287,533)
USD 0.04 per unit on 72,826 units on 31 October 2019	–	(292,872)

## Distribution statement for the six months ended 30 September 2020 (Unaudited) (Continued)

(Expressed in Japanese Yen)

	<i>Six months ended 30 September 2020</i>	<i>Year ended 31 March 2020</i>
<b><i>Distributions to unitholders (Continued)</i></b>		
<i>- Class A (USD) Hedged Distribution (Continued)</i>		
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 29 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)
	<b>¥ (353,596)</b>	<b>¥ (3,403,130)</b>
 <b>Amount available for distribution at the end of the period/year</b>	 <b>¥ 965,687,941</b>	 <b>¥ 1,040,061,651</b>



## Portfolio statement as at 30 September 2020 (Unaudited)

(Expressed in Japanese Yen)

	Holdings	Market value	% of net asset value
<b>Equities</b>			
<b>Listed shares</b>			
<b>Japan</b>			
ABC-Mart, Inc.	2,100	¥ 11,487,000	1.2%
AGC, Inc.	5,500	16,885,000	1.7%
Aica Kogyo Co., Ltd.	4,200	15,666,000	1.6%
Air Water, Inc.	12,100	17,182,000	1.8%
Asahi Holdings, Inc.	6,100	20,740,000	2.1%
COMSYS Holdings Corp.	7,100	20,739,100	2.1%
Dai Nippon Printing Co., Ltd.	11,200	23,811,200	2.5%
Denso Corp.	7,000	32,179,000	3.3%
Dowa Holdings Co., Ltd.	3,000	9,240,000	1.0%
Fujitec Co., Ltd.	6,400	14,368,000	1.5%
Honda Motor Co., Ltd.	3,400	8,409,900	0.9%
ITOCHU Corp.	18,300	49,135,500	5.2%
JSR Corp.	9,500	23,645,500	2.4%
Kamigumi Co., Ltd.	7,500	15,510,000	1.6%
Kanematsu Corp.	10,400	13,364,000	1.4%
KDDI Corp.	4,200	11,155,200	1.2%
Kirin Holdings Co., Ltd.	7,300	14,406,550	1.5%
K's Holdings Corp.	7,600	10,792,000	1.1%
Kurita Water Industries Ltd.	5,100	17,646,000	1.8%
KYORIN Holdings, Inc.	8,000	17,056,000	1.8%
Kyowa Exeo Corp.	9,700	26,597,400	2.8%
Lintec Corp.	6,600	16,130,400	1.7%
Macnica Fuji Electronics Holdings, Inc.	8,200	15,703,000	1.6%
Mitsubishi UFJ Financial Group, Inc.	48,700	20,264,070	2.1%
Mitsui & Co., Ltd.	13,400	24,160,200	2.5%
Mitsui Mining & Smelting Co., Ltd.	6,900	17,560,500	1.8%
Nichias Corp.	6,000	14,892,000	1.5%
Nihon Unisys Ltd.	5,000	16,500,000	1.7%
Nippon Express Co., Ltd.	2,500	15,350,000	1.6%
Nippon Gas Co., Ltd.	4,200	22,386,000	2.3%
Nippon Kayaku Co., Ltd.	15,000	13,920,000	1.4%
Nippon Telegraph & Telephone Corp.	14,100	30,315,000	3.1%
Open House Co., Ltd.	4,200	15,960,000	1.7%
Penta-Ocean Construction Co., Ltd.	22,100	15,182,700	1.6%
Raito Kogyo Co., Ltd.	8,000	12,624,000	1.3%
SCSK Corp.	3,500	20,545,000	2.1%
Senko Group Holdings Co., Ltd.	18,700	18,326,000	1.9%
Shimachu Co., Ltd.	6,900	24,529,500	2.5%
Sompo Holdings, Inc.	6,300	22,862,700	2.4%
Star Micronics Co., Ltd.	10,500	14,616,000	1.5%

## Portfolio statement as at 30 September 2020 (Unaudited) (Continued)

(Expressed in Japanese Yen)

	Holdings	Market value	% of net asset value
<b>Equities (Continued)</b>			
<b>Listed shares (Continued)</b>			
<b>Japan (Continued)</b>			
Starts Corp., Inc.	6,800	¥ 15,680,800	1.6%
Sumitomo Mitsui Trust Holdings, Inc.	6,400	17,872,000	1.9%
Taiyo Holdings Co., Ltd.	2,700	14,850,000	1.5%
Takeda Pharmaceutical Co., Ltd.	10,400	38,937,600	4.1%
Takuma Co., Ltd.	10,200	18,278,400	1.9%
The Sumitomo Warehouse Co., Ltd.	11,300	15,029,000	1.6%
TOKAI Holdings Corp.	13,200	13,675,200	1.4%
Tokio Marine Holdings, Inc.	4,600	21,160,000	2.2%
USS Co., Ltd.	13,600	25,554,400	2.6%
Zenkoku Hoshō Co., Ltd.	4,700	19,434,500	2.0%
<b>Total listed shares</b>		<b>¥ 942,314,320</b>	<b>97.6%</b>
<b>(Cost of investments: ¥930,625,494)</b>			
<b>Forward Foreign Currency Contracts</b>		<b>¥ 51,341</b>	<b>0.0%</b>
<b>Total investments</b>		<b>¥ 942,365,661</b>	<b>97.6%</b>
<b>(Total cost of investments: ¥930,625,494)</b>			
<b>Other net assets</b>		<b>¥ 23,322,280</b>	<b>2.4%</b>
<b>Total net assets</b>		<b>¥ 965,687,941</b>	<b>100.0%</b>

### Forward Foreign Currency Contracts Outstanding at 30 September 2020

Buy	Counterparty	Contract Amount	Settlement Date	Sell	Contract Amount	Net Unrealized Appreciation/ (Depreciation)
USD	Brown Brothers Harriman	241,186	10/30/2020	JPY	25,384,836	51,368
USD	Brown Brothers Harriman	130	10/13/2020	JPY	13,688	(27)
<b>Total</b>						<b>51,341</b>

**Statement of movements in portfolio holdings  
 for the six months ended 30 September 2020 (Unaudited)**  
*(Expressed in Japanese Yen)*

	<i>% of net asset value as at 30 September 2020</i>	<i>% of net asset value as at 31 March 2020</i>
<b>Equity securities</b>		
Listed shares – Japan	97.6%	97.1%
<b>Financial Derivative Instruments</b>		
Forward Foreign Currency Contracts	0.0%	0.0%
<b>Total investments</b>	<b>97.6%</b>	<b>97.1%</b>
<b>Other net assets</b>	2.4%	2.9%
<b>Total net assets</b>	<b>100%</b>	<b>100%</b>

## 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 2020</i>	
		<i>Market price</i>	
		<i>Lowest</i>	<i>Highest</i>
Class A (HKD) Accumulation	HKD	6.90	8.51
Class A (USD) Hedged Distribution	USD	6.88	8.20
Class I (JPY) Accumulation	JPY	784	947
	<i>Denomination currency</i>	<i>Year ended 31 March 2020</i>	
		<i>Market price</i>	
		<i>Lowest</i>	<i>Highest</i>
Class A (HKD) Accumulation	HKD	6.53	9.06
Class A (USD) Hedged Distribution	USD	6.37	9.07
Class I (JPY) Accumulation	JPY	732	1,036
	<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 2020	16,908,828	25,214,984	923,564,129
31 March 2020	15,343,886	22,922,918	1,001,794,847
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 2020	8.28	7.97	923
31 March 2020	7.33	7.31	834
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  
Unit 601 – 602 & 615 – 616, 6/F, One International Finance Centre  
1 Harbour View Street  
Central, Hong Kong

### Directors of the Manager

CHUREI Daisuke  
MIYAGAKI Naoya  
MURAI Toshiyuki (Resigned on 1 September 2020)  
NAGAI Naoto (Appointed on 1 September 2020)  
SHIMODE Tetsuya  
SHIMBO Kazuhisa (Appointed on 18 June 2020)

### 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  
18 Chater Road  
Central, Hong Kong

### Auditor

BDO Limited  
25th Floor, Wing On Centre  
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Hong Kong