

Santander Managed OEIC

Interim report for the six months ended 30 September 2023
(unaudited)

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* These items along with each Fund's Investment Objective & Policy, Risk & Reward Indicator, Investment Commentary, Statement of Material Portfolio Changes and Portfolio Statement collectively constitute the Authorised Corporate Director's Report in accordance with the Collective Schemes Sourcebook.

Report of the Authorised Corporate Director

Santander Managed OEIC (the "Company") is an open-ended investment company with variable capital, incorporated in England and Wales and authorised and regulated by the Financial Conduct Authority (FCA).

The Company is a non-UCITS retail scheme and a UK alternative investment Fund for the purposes of the UK AIFM Regime. Provision exists for an unlimited number of Funds and each Fund would be a non-UCITS retail scheme if it were itself an investment company with variable capital in respect of which an authorisation order made by the FCA were in force.

The assets of each Fund are treated as separate from those of every other Fund and are invested in accordance with that Fund's own investment objective and policy. In addition, each Fund may have more than one class allocated to it. Where a new Fund or class is established, an updated prospectus will be prepared as soon as reasonably practical setting out the relevant information concerning the new Fund or class.

The Authorised Corporate Director (ACD) of the Company is Santander Asset Management UK Limited, which is a private company limited by shares, incorporated in Scotland. The ultimate holding company of the ACD is Banco Santander, S.A., which is incorporated in Spain.

The ACD is of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of the financial statements as the assets of the Funds consist predominantly of securities that are readily realisable and, accordingly, the Funds have adequate financial resources to continue in operational existence for at least the next twelve months from the approval of the financial statements. Further, appropriate accounting policies, consistently applied and supported by appropriate judgements and estimates, have been used in the preparation of these financial statements and applicable accounting standards have been followed.

The Company has no directors other than the ACD.

The ACD is authorised and regulated by the FCA.

The Funds in which shares are currently available are as follows:

Santander Sterling Bond Portfolio
Santander Max 50% Shares Portfolio
Santander Max 70% Shares Portfolio
Santander Max 100% Shares Portfolio
Santander Atlas Portfolio 6
Santander Enhanced Income Portfolio

In the future, the Company may launch other Funds.

Each Fund has a specific portfolio of assets and investments to which its assets and liabilities are attributable and potential investors should view each Fund as a separate investment entity.

The Funds are segregated portfolios of assets and, accordingly, the assets of a Fund belong exclusively to that Fund and shall not be used or made available to discharge (directly or indirectly) the liabilities of, or claims against, any other person or body, including the Company and any other Fund and shall not be available for any such purpose.

Report of the Authorised Corporate Director (continued)

The assets of each Fund are invested with the aim of achieving the investment objective and policy of that Fund. They must be invested so as to comply with the investment and borrowing powers and restrictions set out in the FCA regulations, the Instrument of Incorporation and the Prospectus.

Investment of the assets of each Fund must comply with the COLL Sourcebook and the investment objective and policy of the relevant Fund.

Shareholders are not liable for the debts of the Company nor to make any further payment to the Company after paying in full for the purchase of shares.

For further information please refer to the latest Prospectus which is available on www.santanderassetmanagement.co.uk.

As at the six months ended 30 September 2023 there were no Funds with holdings in a second Fund within the Santander Managed OEIC.

Financial details and the ACD's review of the individual Funds for the six months ended 30 September 2023 are given in pages 5 to 121 of this report.

Other information required for the ACD's report per COLL 4.5.9R are disclosed elsewhere in this report.

Significant Information

Enhanced Income Portfolio - Removal of Income Smoothing

For the period ended 30 September 2023, whilst not part of the Fund's objective, the ACD sought to "smooth" income paid to Shareholders for the Fund.

What income smoothing intended to achieve was for equal amounts to be paid for 11 of the 12 monthly income distributions throughout the financial year, with a final balancing payment in month 12. The income distributions paid were in line with a rate set by the ACD for the Fund at the start of that financial year (after consultation with the Fund's Sub-Investment Manager). The rate was not guaranteed and the Prospectus explained that the ACD was able to adjust the rate during periods of market uncertainty.

The Fund can only distribute income which is recorded as income available for distribution in its accounting book of records at the time of announcing the monthly income distribution. In periods of extreme market volatility projecting a smoothed rate and income available for distribution at the start of the financial year is extremely challenging. The ACD reviewed market practice, customer journey and in the context of Consumer Duty, determined that seeking to continue to pay out in a smoothed manner was no longer in the best interest of Shareholders.

The ACD wrote to Shareholders on 17 April 2023 to advise them that from 1 August 2023 the ACD would remove income smoothing and instead pay out 'natural income' (i.e. all income accrued by the share class they are invested in during each Payment Period of the Fund's financial year). This means that Shareholders now receive all available income earned by the Fund in the following month's distribution.

Report of the Authorised Corporate Director (continued)

Director's Statement

This report has been prepared in accordance with the requirements of the Collective Investment Scheme's Sourcebook as issued and amended by the Financial Conduct Authority.



Pak Chan

Director

For and on behalf of Santander Asset Management UK Limited

Authorised Corporate Director of Santander Managed OEIC

28 November 2023

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide a combination of capital growth (to grow the value of your investment) and income over a 5+ year time horizon.

The Fund will aim to outperform (after the deduction of fees) the following Target Benchmark measured over a rolling 3 year time period: 90% Markiti Boxx Sterling Non Gilts Index TR and 10% FTSE Actuaries UK Conventional Gilts All Stocks Index TR.

It is expected that average outperformance for the Fund will typically not be greater than 0.25% per annum (after the deduction of fees) in excess of the Target Benchmark measured over a rolling 3 year period, although no level of outperformance is guaranteed.

Investment Policy

The Fund is actively managed (by the appointed Sub-Investment Manager) and aims to achieve its objective by investing at least 95% in bonds.

The Fund invests:

- a minimum of 70% in bonds issued by companies, supranationals, and other non-sovereign entities; and
- a maximum of 30% in bonds issued by governments (typically these will be bonds issued by the UK Government).

The Fund may invest globally (including up to 5% in non-developed markets) but at least 95% of its investments must be denominated in or Hedged to Pounds Sterling, and at least 70% denominated in Pounds Sterling.

At least 90% of the Fund's investments will be in bonds which are, at the time of purchase, investment grade. Up to 10% of the Fund can be in those which are at the time of purchase, sub-investment grade and up to 5% can be unrated (where the Sub-Investment Manager will determine whether the bonds have quality equivalent to investment grade or sub-investment grade).

The Fund's investment in bonds can include those which are "non-standard" (up to 30% of the Fund). These may, for example, be bonds which can make payments earlier than their target maturity date, or have terms where the principal amount of the bond can be paid back over the term of the bond, instead of being paid at the bond's maturity date, or asset backed or mortgage backed securities (investments whose return is generated from and backed by a basket of debt, for example mortgages). With regard to asset backed and mortgage backed securities, exposure will be limited to 5% of the Fund.

The Fund's investment in bonds can also include (up to 20% of the Fund) those which are "index linked" (bonds which have their coupon payments adjusted for inflation by linking the payments to an inflation indicator), although this is not a key part of the Fund's investment strategy.

The Fund invests directly in bonds, and not indirectly by purchasing units in Collective Investment Schemes.

The Fund may also invest up to 5% in cash, cash like and other money market instruments.

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Policy (continued)

The Fund may use Derivatives for Efficient Portfolio Management (including hedging), where Derivatives are used to either reduce risk, reduce cost, or to generate additional capital or income without materially affecting the risk profile of the Fund.

Investment Strategy and Process

The ACD has appointed one Sub-Investment Manager, based on their expertise, to manage the entire Fund and has put in place investment guidelines which the Sub-Investment Manager must follow.

The ACD has in place an internal analysis and due diligence process to monitor the Sub-Investment Manager's management of the Fund, and it can change the Sub-Investment Manager at its discretion if it believes that this is in the best interests of Shareholders in the Fund.

The Sub-Investment Manager actively manages the Fund. This means that, subject to the investment guidelines agreed with the ACD, it has discretion to select assets according to its investment views and opportunities identified as market and economic conditions change, and it will select investments that it believes will achieve the Fund's investment objectives. The Sub-Investment Manager will complete an assessment before any investment decisions are made.

The investment guidelines the ACD has put in place for the Sub-Investment Manager include:

- an objective to outperform the Target Benchmark on average each year measured over rolling 3 year periods. This will be consistent with the Fund's objective to outperform the Target Benchmark after the deduction of fees, although not identical because the target set for the Sub-Investment Manager will be measured before the deduction of the Fund's fees; and
- risk management measures, including a maximum Tracking Error, detailed below which reference the Target Benchmark. These will be commensurate to the outperformance objective noted above.

The primary way the Sub-Investment Manager aims to achieve the Fund's investment objectives is by selecting bonds which will outperform the Target Benchmark. It is expected that average outperformance for the Fund will typically not be greater than 0.25% per annum (after the deduction of fees) in excess of the Target Benchmark measured over a rolling 3 year period, although no level of outperformance is guaranteed.

When selecting bonds, the Sub-Investment Manager will consider risks including credit risk (the potential risk that issuers of bonds will be unable to honour their payment obligations), and how changing interest rates might impact the value of a bond in order to help determine which bonds to invest in. For example increasing interest rates will usually lower the value of an existing bond, and if the bond has a long time until maturity there could be more of an impact on its value. Therefore, the Sub-Investment Manager may choose to reduce the Fund's sensitivity to a change in interest rates if it expects them to rise or vice versa.

When selecting company bonds, the Sub-Investment Manager will assess a company with respect to four key factors: industry attractiveness, competitive position, management quality and financial position. This will assign the company a score which the Sub-Investment Manager will consider as part of its overall selection process when determining which bonds to invest in.

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

When selecting government bonds it will use a number of tools to assess the impact of key economic and socio-political factors in order to determine a forward-looking view on the medium and long-term risk that the government may be unable to meet its payment obligations on the bonds. In doing so, it will consider factors such as the government's cash flow.

The Sub-Investment Manager will also factor in the value of a bond, by assessing the interest payments the bond will make, and look for opportunities where they believe bonds have been mispriced.

The Fund's strategy is complemented by the use of Derivatives for Efficient Portfolio Management. It is expected that Derivatives will be used regularly in circumstances such as managing risk, for example to manage currency risk by hedging to Pounds Sterling or to manage interest rate risk, or responding quickly to developments in financial markets.

The Fund overall will typically be managed with a Tracking Error (against the Target Benchmark) of up to 2%. The Tracking Error of the Fund's portfolio may occasionally (for instance during volatile market conditions) be higher than 2% provided this is consistent with the investment strategy of the Fund. The Sub-Investment Manager is also subject to certain investment restrictions which reference an index in the Target Benchmark, relating to the credit rating of bond issuers, and the Duration of bonds, as part of its investment process. These are risk management measures.

The risk management measures mean that although the Sub-Investment Manager has discretion to select investments, the degree to which the Fund's portfolio is permitted to deviate from the Target Benchmark will be restricted, which will limit the extent to which the Fund might outperform the Target Benchmark. The Sub-Investment Manager does not have to invest in the same assets that make up the Target Benchmark or in the same amounts, and may hold significantly fewer assets than those which make up the Target Benchmark, but some of the Fund's investments will reflect the constituents of the Target Benchmark.

Further Information

The Target Benchmark for the Fund has been selected as it is representative of the Fund's investment policy.

The Target Benchmark is provided by IHS Markit Administration Limited and FTSE International Limited, respectively, which are included in the public register of administrators and benchmarks established and maintained by the FCA.

In respect of the Fund's objective to outperform the Target Benchmark after the deduction of fees, the term "fees" includes all fees, costs, charges, expenses and liabilities which are deducted from the value of Fund property for the purpose of calculating its NAV.

If the ACD considers that the Fund's Target Benchmark should be amended as a result of changes to, or evolution of, external market conditions and provided there is no material change to the risk profile of the Fund, it may implement this change after providing Shareholders with reasonable notice in advance.

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Further Information (continued)

Variable remuneration of those individuals employed by the ACD who are responsible for the selection and ongoing oversight of the Sub-Investment Manager is determined by assessing a number of different factors. Insofar as these relate to investment performance, any assessment may be made by comparing Fund performance relative to the Target Benchmark.

The base currency of the Fund is UK Sterling.

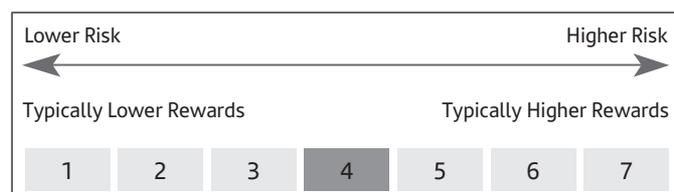
Sub-Investment Manager

BlackRock Investment Management(UK) Limited

Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks include: Bond risk, counterparty risk, country risk, derivatives risk and liquidity risk. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective. The Fund does not borrow in the normal course of business. Please refer to the Prospectus for further information.

Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the Fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance

Capital Growth

Percentage price change from 30 September 2018 to 29 September 2023		
	Annualised	Cumulative
Santander Sterling Bond Portfolio R Accumulation Share Class	-1.44%	-7.02%
Percentage price change from 30 September 2020 to 29 September 2023		
	Annualised	Cumulative
Santander Sterling Bond Portfolio R Accumulation Share Class	-6.56%	-18.39%
90% Markit iBoxx Sterling Non Gilts Index TR and 10% FTSE Actuaries UK Conventional Gilts All Stocks Index TR*	-6.64%	-18.63%
Percentage price change from 31 March 2023 to 29 September 2023		
Santander Sterling Bond Portfolio R Accumulation Share Class	-2.37%	
90% Markit iBoxx Sterling Non Gilts Index TR and 10% FTSE Actuaries UK Conventional Gilts All Stocks Index TR*	-1.69%	

Source Lipper - NAV at noon, bid to bid, net of fees, revenue reinvested (accumulation class only).

Source Factset- Market index returns are based on daily index valuations as at close-of-business of the relevant market and are not subject to fees.

Past performance is not a guarantee of future performance. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.

*Prior to 6 December 2021 the Fund had a Comparator benchmark which it was not aiming to outperform. The Fund's updated Target Benchmark is effective from 6 December 2021.

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Review

Concerns that the world's most influential central banks would maintain higher interest rates for longer than expected led to a surge in UK government bond yields to 15-year highs during the reporting period.⁷⁹

Yields on highly rated company bonds also increased⁸⁰, driving prices lower because bond prices and yields move in opposite directions.

The UK has been struggling more than its developed nation peers, such as the US and the Eurozone, to counteract inflation with interest rate increases. This is because of its heavy reliance on imported food, drink, and gas, prices of which remain high due to supply chain disruptions caused by the ongoing war in Ukraine.⁸¹

After four successive months of inflation exceeding economists' expectations^{82, 83, 84, 85}, it finally slowed more than had been expected in June and eased further in July.⁸⁶ Prices then unexpectedly moderated even further in August, evidencing 14 consecutive interest rate rises were finally starting to bring down price rises.⁸⁷

As a result, the Bank of England (BoE) opted to keep interest rates unchanged at its September meeting, ending the most aggressive cycle of increases since they assumed responsibility for setting rates in May 1997. However, BoE policymakers cautioned that the pause may only be temporary and that hikes would resume if inflation doesn't continue to fall back down to their long-term target of 2%.⁸⁸

While the UK economy avoided a recession, it remains fragile. The economy shrank by 0.5% in July – more than many economists had predicted – to wipe out its 0.5% growth in June.⁸⁹

The BoE has lowered its forecast for UK economic growth this year, highlighting weakness in the country's housing market.⁹⁰ British house prices fell at the fastest pace since 2009 in the year through August due to the increasing impact of higher interest rates.⁹¹

Performance Review and Investment Activity (Reporting Period)

The Fund's objective is to provide a combination of capital growth and income over a period of five or more years. It will also aim to outperform (after fees) the target benchmark over a rolling three-year period. Average outperformance will typically not exceed 0.25% per annum, which isn't guaranteed.

⁷⁹ Reuters, 17 August 2023

⁸⁰ S&P UK Investment Grade Corporate Bond Index, 30 September 2023

⁸¹ Organisation for Economic Co-operation and Development, 3 August 2023

⁸² The Guardian, 22 March 2023

⁸³ Reuters, 19 April 2023

⁸⁴ CNBC, 21 June 2023

⁸⁵ CNBC, 21 June 2023

⁸⁶ Reuters, 16 August 2023

⁸⁷ Associated Press, 20 September 2023

⁸⁸ Bloomberg, 21 September 2023

⁸⁹ Reuters, 13 September 2023

⁹⁰ Reuters, 21 September 2023

⁹¹ Reuters, 7 September 2023

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period) (continued)

The Fund is actively managed and invests at least 95% in bonds. At least 70% will be in bonds that aren't issued by governments, and up to 30% will be in (typically UK) government bonds. The Fund invests globally (up to 5% in non-developed markets) but at least 70% of bond investments must be in pounds.

Over five years, the Fund's Retail Accumulation shares has made a cumulative return of -7.02% (-1.44 annualised).

Over three years, the Fund's Retail Accumulation Share Class has produced a cumulative return of -18.39% (-6.56% annualised). The Fund outperformed the target benchmark, which cumulatively returned -18.63% (-6.64% annualised) over the same period.

The market turmoil in 2022 resulted in bond valuations being significantly reduced, which was the key driver for the negative performance over the last 3 and 5 years. Throughout 2022, the Manager observed the UK and other global economies struggling with a combination of rising inflation, fears of recession, lockdowns in China, the war in Ukraine and a shift away from a period of ultra-low interest rates. When interest rates increase, the value of bonds fall. The Bank of England and the US Federal Reserve both raised interest rates in an attempt to control inflation. The impact of these events caused bond markets to fall in value. 2023 has seen a continuation of fears over inflationary pressures, driving central banks to continue increasing interest rates. The current economic environment has stopped the recovery of bond values since the beginning of the year.

Over the six months through 30 September 2023, the Fund's Retail Accumulation share class returned -2.37%, compared with -1.69% for the target benchmark.

Rapidly rising yields on shorter-term UK government bonds that take three years or less to reach maturity⁹² outpaced those of longer-dated bonds that take 10 years or more to reach maturity.⁹³ This resulted in negative returns for the Fund.

Returns on bonds issued by companies were slightly positive in the first half of the reporting period. This was mainly due to the sub-investment manager picking sectors wisely, like banking and healthcare industries, which are less disrupted by economic cycles. At the start of April, the sub-investment manager also took steps to reduce the risk the Fund was exposed to, as interest rates continued to rise and inflation remained high.

The sub-investment manager's choices of companies also helped generate returns that were higher than those of the benchmark during the first three months of the period. However, this positive performance was hampered slightly in the latter half of the period when Thames Water faced a financial crisis. The company was forced to borrow more money to invest in its ailing infrastructure, but high interest rates made debts more expensive to repay, restricting the Fund's performance.⁹⁴

Some of the negative returns from UK government bonds were also offset by the sub-investment manager trading currencies during the period to benefit from differences in their valuations.

⁹² CNBC Two-year UK government bond, 30 September 2023

⁹³ CNBC 10-year UK government bond, 30 September 2023

⁹⁴ Bloomberg, 14 July 2023

Santander Sterling Bond Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Outlook

During the reporting period, the sub-investment manager reduced the Fund's company bond holdings so that they were more aligned with those of the benchmark. This was due to high levels of volatility in bond markets and persistent worries about a global recession. In addition, high interest rates and the risk they may rise further alongside expectations that companies may keep selling bonds during the period, increasing supply and driving down their prices.

While the sub-investment manager believes the Fund is now positioned strongly, some risks remain in slowing economic growth, interest rates that are still high and stubbornly persistent inflation.

The sub-investment manager is seeing evidence of some industries already experiencing reduced profits and less demand, especially in sectors that depend on economic cycles.

According to the sub-investment manager, highly rated companies that are less dependent on economic cycles are managing this situation better due to their strong financial positions and the ability to control prices. The sub-investment manager expects the earnings of these firms will continue to improve at a better rate than companies more reliant on economic conditions.

The sub-investment manager is closely monitoring the economic picture. It sees demand still coming from investors wanting to benefit from the income that bond yields produce, coupled with a steady stream of bond sales to meet that demand.

Since the beginning of the period, the sub-investment manager has positioned the Fund in a more defensive stance by choosing more stable investments that should reduce the Fund risks.

As a result, the sub-investment manager believes it is better placed to take advantage of opportunities when markets are again disrupted and will consider investing in high-quality bonds as companies seek loans to help their businesses grow.

Robert McElvanney

Head of UK Front Office

For and on behalf of Santander Asset Management UK Limited

October 2023

Summary of material portfolio changes (unaudited)

for the six months ended 30 September 2023

Purchases	Cost £	Sales	Proceeds £
United Kingdom Gilt 1.25% 2027	12,267,655	United Kingdom Gilt 4.125% 2027	8,550,360
United Kingdom Gilt 4.125% 2027	10,030,835	United Kingdom Gilt 4.75% 2030	8,257,014
United Kingdom Gilt 4.25% 2032	6,508,256	United Kingdom Gilt 4.25% 2032	6,482,719
United Kingdom Gilt 0.125% 2028	5,987,932	United Kingdom Gilt 1.75% 2037	5,393,168
Bayer 4.625% 2033 4.625% 2033	3,077,171	United Kingdom Gilt 3.5% 2025	4,254,004
Kreditanstalt fuer Wiederaufbau 1.375% 2025	2,517,233	United Kingdom Gilt 0.5% 2029	3,884,941
United Kingdom Gilt 1.25% 2041	2,514,440	Bayer 4.625% 2033 4.625% 2033	3,102,106
United Kingdom Gilt 0.5% 2029	2,383,342	Verizon Communications 2.5% 2031	2,702,660
Motability Operations 3.5% 2031	2,238,584	Motability Operations 3.5% 2031	2,254,939
Kreditanstalt fuer Wiederaufbau 0.875% 2026	1,880,403	Kreditanstalt fuer Wiederaufbau 0.875% 2026	1,873,032
Caisse des Depots et Consignations 0.25% 2026	1,867,467	Cooperatieve Rabobank UA 4.625% 2029	1,833,188
Verizon Communications 5.05% 2033	1,860,198	Verizon Communications 5.05% 2033	1,822,284
United Kingdom Gilt 4.5% 2034	1,814,291	HSBC 8.201% 2034	1,815,638
United Kingdom Gilt 4% 2063	1,808,877	United Kingdom Gilt 4.5% 2034	1,800,920
BNP Paribas 6% 2029	1,797,012	Morgan Stanley 2.95% 2032	1,766,266
Dexia Credit Local 4.375% 2026	1,795,290	European Investment Bank 0.875% 2026	1,703,112
Volkswagen Financial Services 6.5% 2027	1,696,073	United Kingdom Gilt 1.25% 2027	1,686,364
Orsted 4.875% 2032	1,507,934	United Kingdom Gilt 3.75% 2038	1,588,722
Motability Operations 5.625% 2035	1,498,053	United Kingdom Gilt 3.25% 2044	1,574,549
Robert Bosch 4.375% 2043	1,454,836	EnBW International Finance 4% 2035	1,502,003
Total cost of purchases for the period	<u>114,105,011</u>	Total proceeds from sales for the period	<u>128,731,505</u>

Portfolio statement (unaudited)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Fixed interest securities 95.28% (94.61%)			
AAA to AA 14.26% (27.76%)			
Aspire Defence Finance 4.674% 2040	£290,102	265,028	0.12
BNG Bank 1.625% 2025	£2,600,000	2,426,290	1.08
Caisse des Depots et Consignations 0.25% 2026	£2,100,000	1,877,082	0.84
Dexia Credit Local 0.25% 2024	£300,000	281,427	0.13
Dexia Credit Local 0.25% 2026	£400,000	342,660	0.15
Dexia Credit Local 4.375% 2026	£1,800,000	1,761,985	0.78
European Investment Bank 0.75% 2024	£3,500,000	3,324,300	1.49
European Investment Bank 0.875% 2026	£2,350,000	2,117,467	0.95
European Investment Bank 1.125% 2025	£3,500,000	3,271,100	1.46
European Investment Bank 3.875% 2028	£750,000	724,164	0.32
European Union 3% 2053	€727,120	530,520	0.24
International Development Association 0.75% 2024	£337,000	318,357	0.14
Kommunalbanken 4% 2026	£1,230,000	1,195,093	0.53
Kreditanstalt fuer Wiederaufbau 1.125% 2025	£3,500,000	3,262,245	1.46
Kreditanstalt fuer Wiederaufbau 1.375% 2024	£4,100,000	3,908,537	1.75
Kreditanstalt fuer Wiederaufbau 1.375% 2025	£2,800,000	2,584,948	1.16
Nederlandse Waterschapsbank 0.25% 2025	£2,600,000	2,333,136	1.04
New York Life Global Funding 1.5% 2027	£455,000	395,841	0.18
SNCF Reseau 4.83% 2060	£123,000	109,147	0.05
Telereal Securitisation 5.3887% 2033	£562,902	547,693	0.24
Wellcome Trust 2.517% 2118	£374,000	177,548	0.08
Wellcome Trust 4% 2059	£200,000	160,187	0.07
		31,914,755	14.26
AA- to A+ 23.39% (5.41%)			
Allianz 5.824% 2053	€600,000	521,856	0.23
Banco Santander 4.75% 2028*	£1,200,000	1,141,500	0.51
Banque Federative du Credit Mutuel 0.875% 2027	£1,000,000	820,876	0.37
Banque Federative du Credit Mutuel 1.875% 2028	£900,000	748,980	0.33
BNP Paribas 6% 2029	£1,800,000	1,808,136	0.81
DNB Bank 2.625% 2026	£1,155,000	1,092,919	0.49
Metropolitan Life Global Funding I 1.625% 2028	£1,245,000	1,031,906	0.46
Metropolitan Life Global Funding I 5% 2030	£1,130,000	1,090,235	0.49
Nationwide Building Society 6.125% 2028	£990,000	1,000,217	0.45
Nestle 2.5% 2032	£370,000	303,755	0.14
PRS Finance 1.75% 2026	£348,135	314,954	0.14
Sovereign Housing Capital 2.375% 2048	£152,000	83,510	0.04
UK Treasury 0.125% 2028	£5,897,000	4,926,206	2.20
UK Treasury 0.625% 2050	£2,344,000	864,409	0.39
UK Treasury 1.25% 2027	£12,104,000	10,798,281	4.83

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
AA- to A+ (continued)			
UK Treasury 1.25% 2041	£8,257,000	4,752,523	2.12
UK Treasury 1.5% 2047	£4,229,064	2,233,263	1.00
UK Treasury 3.5% 2068	£349,000	271,060	0.12
UK Treasury 3.75% 2052	£230,000	190,319	0.09
UK Treasury 4% 2060	£230,000	199,358	0.09
UK Treasury 4.25% 2039	£1,142,000	1,078,019	0.48
UNITE USAF II 3.921% 2030	£1,886,000	1,804,168	0.81
United Kingdom Gilt 0.375% 2026	£820,000	724,966	0.32
United Kingdom Gilt 0.5% 2029	£780,000	637,701	0.28
United Kingdom Gilt 0.875% 2046	£3,441,000	1,585,871	0.71
United Kingdom Gilt 1.125% 2039	£3,112,000	1,894,197	0.85
United Kingdom Gilt 1.125% 2073	£606,000	203,843	0.09
United Kingdom Gilt 1.25% 2051	£1,683,000	763,367	0.34
United Kingdom Gilt 1.5% 2053	£2,968,000	1,413,584	0.63
United Kingdom Gilt 1.625% 2071	£478,062	206,798	0.09
United Kingdom Gilt 1.75% 2057	£193,000	95,974	0.04
United Kingdom Gilt 3.25% 2044	£278,000	220,113	0.10
United Kingdom Gilt 4% 2063	£673,000	580,917	0.26
United Kingdom Gilt 4.125% 2027	£1,234,000	1,215,644	0.54
United Kingdom Gilt 4.25% 2046	£409,000	372,711	0.17
United Kingdom Gilt 4.25% 2049	£2,273,000	2,060,872	0.92
United Kingdom Gilt 4.25% 2055	£513,000	464,304	0.21
United Kingdom Gilt 4.5% 2042	£300,000	288,053	0.13
United Kingdom Gilt 4.75% 2030	£720,000	740,106	0.33
United Kingdom Inflation-Linked Gilt 0.625% 2045	£868,000	766,319	0.34
Zurich Finance Ireland Designated Activity 5.125% 2052	£1,154,000	1,014,539	0.45
		52,326,329	23.39
A to A- 17.65% (14.53%)			
Anglian Water Services Financing 2.625% 2027	£682,000	607,362	0.27
Anglian Water Services Financing 4.5% 2026	£242,000	234,955	0.10
Anglian Water Services Financing 6% 2039	£170,000	164,291	0.07
Aspire Defence Finance 4.674% 2040	£111,206	101,233	0.05
AXA 5.453% 2172	£2,523,000	2,428,514	1.09
AXA 5.5% 2043	£412,000	348,903	0.16
Bank of America 1.667% 2029	£766,000	633,222	0.28
Blend Funding 2.922% 2056	£543,000	312,546	0.14
BNP Paribas 5.75% 2032	£1,100,000	1,059,212	0.47
BUPA Finance 1.75% 2027	£1,074,000	930,685	0.42
Clarion Funding 1.875% 2035	£1,662,000	1,112,273	0.50
Clarion Funding 3.125% 2048	£429,000	268,128	0.12

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
A to A- (continued)			
Cooperatieve Rabobank UA 1.875% 2028	£1,000,000	866,250	0.39
DNB Bank 4% 2027	£300,000	282,000	0.13
DWR Cymru Financing UK 2.5% 2036	£114,000	80,689	0.04
Experian Finance 0.739% 2025	£1,577,000	1,433,036	0.64
GlaxoSmithKline Capital 1.625% 2035	£641,000	430,828	0.19
GlaxoSmithKline Capital 5.25% 2033	£697,000	692,071	0.31
Guinness Partnership 4% 2044	£826,000	638,645	0.29
HSBC 1.75% 2027	£488,000	430,828	0.19
HSBC 3% 2028	£1,360,000	1,203,852	0.54
HSBC 6.8% 2031	£955,000	962,115	0.43
ING Groep 4.75% 2034	€400,000	341,343	0.15
ING Groep 5% 2026	£1,100,000	1,077,965	0.48
JPMorgan Chase 0.991% 2026	£1,942,000	1,800,302	0.80
Legal & General Finance 5.875% 2031	£119,000	122,219	0.05
London & Quadrant Housing Trust 3.125% 2053	£101,000	60,286	0.03
London & Quadrant Housing Trust 4.625% 2033	£804,000	728,288	0.33
London & Quadrant Housing Trust 5.5% 2040	£1,150,000	1,077,916	0.48
Meadowhall Finance 4.986% 2037	£159,437	140,960	0.06
Morgan Stanley 2.95% 2032	€1,120,000	860,694	0.38
Morgan Stanley 5.789% 2033	£1,105,000	1,067,552	0.48
Motability Operations 1.75% 2029	£1,341,000	1,101,846	0.49
Motability Operations 5.625% 2035	£1,500,000	1,481,370	0.66
NatWest Markets 6.375% 2027	£1,030,000	1,039,332	0.46
Northern Powergrid Northeast 1.875% 2062	£818,000	347,592	0.16
Northern Powergrid Yorkshire 2.25% 2059	£278,000	131,624	0.06
Orbit Capital 2% 2038	£166,000	100,247	0.04
Realty Income 1.875% 2027	£377,000	330,327	0.15
Robert Bosch 4.375% 2043	€1,200,000	981,995	0.44
Sanctuary Capital 2.375% 2050	£1,209,000	647,708	0.29
Sanctuary Capital 5% 2047	£129,000	112,276	0.05
Societe Generale 6.25% 2033	£1,100,000	1,105,027	0.49
Society of Lloyd's 4.875% 2047	£730,000	678,731	0.30
South Eastern Power Networks 5.625% 2030	£236,000	234,114	0.10
THFC Funding No 1 5.125% 2037	£660,000	620,640	0.28
THFC Funding No 3 5.2% 2045	£423,000	380,948	0.17
UBS 0.625% 2033	€940,000	553,823	0.25
UBS 2.125% 2029	£1,707,000	1,389,430	0.62
UBS 2.25% 2028	£2,002,000	1,721,069	0.77
UBS 2.875% 2032	€2,250,000	1,676,492	0.75
UBS 7.75% 2029	€589,000	563,474	0.25
Wales & West Utilities Finance 3% 2038	£370,000	258,615	0.12

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
A to A- (continued)			
Yorkshire Water Finance 5.25% 2030	£1,000,000	938,840	0.42
Yorkshire Water Finance 6.6011% 2031	£600,000	606,857	0.27
		39,501,540	17.65
BBB+ to BBB 30.54% (33.62%)			
Aegon 6.125% 2031	£980,000	990,982	0.44
Aegon 6.625% 2039	£61,000	63,748	0.03
Amgen 4% 2029	£476,000	441,687	0.20
Annington Funding 3.685% 2034	£1,125,000	858,612	0.38
AT&T 2.9% 2026	£640,000	584,890	0.26
AT&T 7% 2040	£1,100,000	1,140,908	0.51
Aviva 5.125% 2050	£317,000	280,183	0.13
Aviva 6.125% 2036	£540,000	536,109	0.24
Aviva 6.875% 2058	£617,000	586,032	0.26
AXA 6.6862% 2172	£244,000	240,813	0.11
Barclays 1.7% 2026	£1,211,000	1,097,844	0.49
Barclays 3% 2026	£2,655,000	2,444,030	1.09
Barclays 6.369% 2031	£845,000	824,703	0.37
BAT International Finance 6% 2034	£448,000	402,429	0.18
BP Capital Markets 3.25% 2172	€800,000	647,641	0.29
BPCE 2.125% 2046	€200,000	125,998	0.06
BPCE 5.25% 2029	£1,300,000	1,196,881	0.53
British Telecommunications 3.125% 2031	£709,000	583,796	0.26
British Telecommunications 5.75% 2028	£2,000	1,992	-
BUPA Finance 5% 2026	£1,974,000	1,886,118	0.84
Cadent Finance 2.125% 2028	£1,558,000	1,316,250	0.59
Cadent Finance 2.625% 2038	£1,824,000	1,141,920	0.51
Cadent Finance 3.125% 2040	£196,000	130,445	0.06
Centrica 4.375% 2029	£700,000	652,232	0.29
Centrica 7% 2033	£299,000	320,776	0.14
Channel Link Enterprises Finance 3.043% 2050	£439,000	368,066	0.16
Citigroup 7.375% 2039	£498,000	564,568	0.25
Digital Euro Finco 1.125% 2028	€820,000	605,063	0.27
DWR Cymru Financing UK 1.625% 2026	£437,000	391,923	0.18
DWR Cymru Financing UK 2.375% 2034	£850,000	576,662	0.26
E.ON International Finance 6.25% 2030	£3,036,000	3,098,260	1.38
Electricite de France 5.125% 2050	£1,000,000	784,486	0.35
Electricite de France 5.5% 2035	£500,000	453,045	0.20
Electricite de France 5.5% 2037	£500,000	444,469	0.20
Electricite de France 6% 2114	£500,000	411,265	0.18
Enel Finance International 5.75% 2040	£190,000	177,655	0.08

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
Engie 4.5% 2042	€1,100,000	915,639	0.41
Engie 5% 2060	£250,000	206,144	0.09
Engie 7% 2028	£1,450,000	1,534,715	0.69
Goldman Sachs 3.625% 2029	£1,720,000	1,531,230	0.68
Goldman Sachs 7.25% 2028	£210,000	219,753	0.10
Greene King Finance 3.593% 2035	£374,269	314,064	0.14
Greene King Finance 4.0643% 2035	£228,037	194,088	0.09
Heathrow Funding 2.75% 2031	£279,000	233,363	0.10
Heathrow Funding 5.875% 2043	£520,000	487,855	0.22
Heathrow Funding 6.45% 2031	£162,000	165,254	0.07
HSBC 8.201% 2034	£390,000	402,542	0.18
HSBC Bank 6.25% 2041	£110,000	103,642	0.05
Imperial Brands Finance Netherlands 5.25% 2031	€915,000	767,225	0.34
ING Groep 6.25% 2033	£900,000	856,125	0.38
Legal & General 3.75% 2049	£170,000	140,910	0.06
Legal & General 4.5% 2050	£352,000	298,911	0.13
Legal & General 5.125% 2048	£807,000	743,732	0.33
Legal & General 5.375% 2045	£811,000	786,962	0.35
Lloyds Bank 7.625% 2025	£889,000	908,364	0.41
Lloyds Banking 1.875% 2026	£1,150,000	1,086,998	0.49
M&G 3.875% 2049	£510,000	497,612	0.22
M&G 5.625% 2051	£995,000	884,896	0.40
Mexico Government International Bond 5.625% 2114	£481,000	348,725	0.16
Mitchells & Butlers Finance 5.574% 2030	£445,462	421,752	0.19
National Gas Transmission 1.375% 2031	£950,000	686,301	0.31
National Grid Electricity Distribution West Midlands 5.75% 2032	£1,563,000	1,535,395	0.69
National Grid Electricity Transmission 2% 2040	£356,000	204,651	0.09
NatWest 2.057% 2028	£266,000	225,435	0.10
NIE Finance 5.875% 2032	£730,000	728,051	0.33
NIE Finance 6.375% 2026	£197,000	199,562	0.09
Northumbrian Water Finance 6.375% 2034	£222,000	218,237	0.10
Orange 5.25% 2025	£1,200,000	1,194,183	0.53
Orange 8.125% 2028	£140,000	156,554	0.07
Orsted 4.875% 2032	£1,600,000	1,476,522	0.66
Orsted 5.375% 2042	£610,000	541,875	0.24
Orsted 5.75% 2040	£334,000	313,513	0.14
Pension Insurance 8% 2026	£556,000	568,838	0.25
Porterbrook Rail Finance 7.125% 2026	£492,000	510,039	0.23
Prudential Funding Asia 6.125% 2031	£324,000	318,446	0.14
Quadgas Finance 3.375% 2029	£1,340,000	1,095,267	0.49
Rentokil Initial 5% 2032	£264,000	245,145	0.11

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
Republic of Italy Government International Bond 5.25% 2034	£221,000	201,271	0.09
Santander UK 2.92% 2026*	£229,000	214,974	0.10
Santander UK 7.098% 2027*	£1,840,000	1,853,800	0.83
Scottish Hydro Electric Transmission 2.125% 2036	£700,000	467,282	0.21
Severn Trent Utilities Finance 2.625% 2033	£1,075,000	816,882	0.37
Severn Trent Utilities Finance 6.25% 2029	£1,100,000	1,112,161	0.50
Southern Gas Networks 1.25% 2031	£1,620,000	1,116,310	0.50
Southern Water Services Finance 1.625% 2027	£1,453,000	1,219,822	0.55
Southern Water Services Finance 6.64% 2026	£563,000	557,412	0.25
SP Manweb 4.875% 2027	£332,000	323,260	0.14
SP Transmission 2% 2031	£240,000	188,111	0.08
Swedbank 7.272% 2032	£600,000	594,379	0.27
Thames Water Utilities Finance 6.5% 2032	£1,100,000	1,024,081	0.46
Thames Water Utilities Finance 6.75% 2028	£740,000	714,672	0.32
Trafford Centre Finance 7.03% 2029	£297,845	277,911	0.12
Tritax Big Box REIT 1.5% 2033	£176,000	113,265	0.05
United Utilities Water Finance 0.875% 2029	£259,000	194,781	0.09
United Utilities Water Finance 2% 2025	£1,700,000	1,614,525	0.72
United Utilities Water Finance 2.625% 2031	£1,200,000	971,754	0.43
United Utilities Water Finance 5.75% 2036	£247,000	239,919	0.11
Verizon Communications 2.5% 2031	£170,000	135,646	0.06
Verizon Communications 3.375% 2036	£264,000	199,783	0.09
Volkswagen Financial Services 2.25% 2025	£98,000	93,276	0.04
Volkswagen Financial Services 5.5% 2026	£800,000	783,872	0.35
Volkswagen Financial Services 6.5% 2027	£1,700,000	1,703,961	0.76
Wells Fargo & 3.473% 2028	£915,000	828,313	0.37
Welltower OP 4.8% 2028	£137,000	128,083	0.06
		68,330,502	30.54
Below BBB to unrated 9.44% (13.29%)			
Barclays 3.75% 2030	£376,000	346,506	0.15
Barclays 8.407% 2032	£620,000	631,315	0.28
Centrica 5.25% 2075	£114,000	109,155	0.05
Deutsche Bank 4% 2026	£1,800,000	1,708,804	0.76
Deutsche Bank 6.125% 2030	£1,500,000	1,390,725	0.62
Dignity Finance 4.6956% 2049	£675,000	406,127	0.18
DS Smith 4.5% 2030	€1,310,000	1,110,625	0.50
Electricite de France 5.875% 2172	£1,100,000	914,375	0.41
Electricite de France 6% 2172	£100,000	92,250	0.04
Ford Motor Credit 4.535% 2025	£829,000	796,064	0.36
Intesa Sanpaolo 6.5% 2029	£720,000	699,710	0.31

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Below BBB to unrated (continued)			
Metrocentre Finance 8.75% 2028	£550,613	256,245	0.11
Mitchells & Butlers Finance 6.013% 2030	£599,900	551,779	0.25
NatWest 2.105% 2031	£658,000	560,515	0.25
NatWest 7.416% 2033	£535,000	530,474	0.24
NGG Finance 5.625% 2073	£3,218,000	3,067,359	1.37
Telefonica Emisiones 5.445% 2029	£200,000	195,193	0.09
Tesco Property Finance 1 7.6227% 2039	£1,278,249	1,362,205	0.61
Tesco Property Finance 3 5.744% 2040	£857,650	794,559	0.36
Tesco Property Finance 4 5.8006% 2040	£416,564	388,393	0.17
Tesco Property Finance 6 5.4111% 2044	£150,390	134,423	0.06
Teva Pharmaceutical Finance Netherlands II 4.375% 2030	€780,000	577,720	0.26
Teva Pharmaceutical Finance Netherlands II 7.875% 2031	€625,000	560,255	0.25
Thames Water Utilities Finance 2.875% 2027	£2,129,000	1,591,428	0.71
Time Warner Cable 5.75% 2031	£2,528,000	2,354,880	1.05
		21,131,084	9.44

Total Fixed interest securities

213,204,210 95.28

Money Market Securities nil (0.64%)**Futures 0.06% (-0.04%)**

Japan 10 Year Bond (OSE) Dec'23	(4)	24,247	0.01
US 10 Year Ultra Dec '23	104	(150,764)	(0.07)
ICE 3 Month SONIA Jun '24	48	(179,275)	(0.08)
Euro-Buxl Dec '23	(4)	27,564	0.01
Euro-Bobl Dec '23	(59)	73,933	0.04
Euro-Bund Dec '23	(123)	357,417	0.16
Long Glit Dec '23	231	(130,205)	(0.06)
5 Yr US Note Dec '23	253	(40,805)	(0.02)
US Ultra Bond (CBT) Dec '23	(41)	160,113	0.07
		142,225	0.06

	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(losses)	
Forward currency trades -0.11% (0.12%)					
Buy EUR : Sell GBP	17/10/2023	€6,570,000	£(5,659,407)	42,592	0.01
Buy EUR : Sell GBP	17/10/2023	€120,000	£(103,199)	947	-
Buy EUR : Sell GBP	17/10/2023	€2,310,000	£(1,991,526)	13,287	0.01
Buy EUR : Sell GBP	17/10/2023	€450,000	£(387,314)	3,234	-
Buy EUR : Sell GBP	17/10/2023	€1,850,000	£(1,589,517)	16,068	0.01
Buy GBP : Sell EUR	17/10/2023	£16,984,028	€(19,780,000)	(182,724)	(0.07)

Portfolio statement (continued)

as at 30 September 2023

Investment	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(losses)	Percentage of total net assets %
Forward currency trades (continued)					
Buy GBP : Sell EUR	17/10/2023	£1,311,033	€(1,530,000)	(16,830)	(0.01)
Buy GBP : Sell EUR	17/10/2023	£257,768	€(300,000)	(2,597)	-
Buy GBP : Sell EUR	17/10/2023	£1,165,468	€(1,350,000)	(6,176)	-
Buy GBP : Sell EUR	17/10/2023	£231,519	€(270,000)	(2,809)	-
Buy GBP : Sell EUR	17/10/2023	£128,633	€(150,000)	(1,550)	-
Buy GBP : Sell EUR	17/10/2023	£1,850,958	€(2,160,000)	(23,672)	(0.01)
Buy GBP : Sell EUR	17/10/2023	£1,593,652	€(1,860,000)	(20,614)	(0.01)
Buy GBP : Sell USD	17/10/2023	£859,837	US\$(1,120,000)	(57,700)	(0.03)
Buy GBP : Sell USD	17/10/2023	£38,182	US\$(50,000)	(2,779)	-
Buy GBP : Sell USD	17/10/2023	£69,620	US\$(90,000)	(4,111)	-
Buy GBP : Sell USD	17/10/2023	£291,265	US\$(370,000)	(11,850)	(0.01)
Buy GBP : Sell USD	17/10/2023	£16,146	US\$(20,000)	(238)	-
Buy JPY : Sell GBP	17/10/2023	¥20,200,000	£(110,180)	998	-
Buy USD : Sell GBP	17/10/2023	US\$230,000	£(183,115)	5,308	-
Buy USD : Sell GBP	17/10/2023	US\$290,000	£(234,488)	3,089	-
				(248,127)	(0.11)
Portfolio of investments				213,098,308	95.23
Net other assets				10,681,262	4.77
Total net assets				223,779,570	100.00

Figures in brackets represent sector distribution at 31 March 2023.

Fixed interest securities are not listed and are valued using publicly available market data unless otherwise stated.

Futures securities are derivative instruments listed on recognised exchanges.

All other securities are unlisted and are valued using publicly available market data.

* Related party to the Fund.

Statistical information (unaudited)*for the six months ended 30 September 2023*

		R Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	223,779,570	248,597,439	335,456,837	383,752,173
Closing number of shares	95,351,388	103,315,015	125,230,767	136,307,195
Net asset value per shares(p)	234.69	240.62	267.87	281.53
Prices				
Highest share price (p)	243.8	271.1	291.6	295.0
Lowest share price (p)	227.0	211.3	265.7	270.4

Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a Collective Investment Scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depositary, custody, FCA, taxation services, audit fees and transaction charges. Collectively these fees are known as other expenses.

Expense Type	Period to 30.09.2023	Year to 31.03.2023
R Accumulation Shares		
ACD's periodic charge	0.50%	0.50%
Other expenses	0.03%	0.03%
Ongoing charges figure*	0.53%	0.53%

*The current period OCF is annualised based on the fees suffered during the accounting period.

Financial Statements - Santander Sterling Bond Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Income				
Net capital losses		(9,897,928)		(58,827,814)
Revenue	4,327,579		3,729,500	
Expenses	(616,715)		(789,285)	
Interest payable and similar charges	(6,277)		(20,092)	
Net revenue before taxation	<u>3,704,587</u>		<u>2,920,123</u>	
Taxation	-		-	
Net revenue after taxation		<u>3,704,587</u>		<u>2,920,123</u>
Total return before distributions		(6,193,341)		(55,907,691)
Distributions		(3,704,612)		(2,920,123)
Change in net assets attributable to shareholders from investment activities		<u>(9,897,953)</u>		<u>(58,827,814)</u>

Statement of change in net assets attributable to shareholders (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Opening net assets attributable to shareholders		248,597,439*		335,456,837
Amounts receivable on issue of shares	43,085		243	
Amounts payable on cancellation of shares	<u>(18,630,451)</u>		<u>(36,501,092)</u>	
		(18,587,366)		(36,500,849)
Dilution adjustment		44,362		86,593
Change in net assets attributable to shareholders from investment activities		(9,897,953)		(58,827,814)
Retained distribution on accumulation shares		3,623,088		2,802,845
Closing net assets attributable to shareholders		<u>223,779,570</u>		<u>243,017,612*</u>

* The net assets at the start of the current period do not equal the net assets at the end of the comparative period as they are not consecutive periods.

Balance sheet (unaudited)

as at 30 September 2023

	30 September 2023 £	31 March 2023 £
Assets:		
Fixed assets:		
Investments	213,933,007	237,249,009
Current assets:		
Debtors	4,380,946	3,954,306
Cash and bank balances	8,422,155	24,479,128
Total assets	<u>226,736,108</u>	<u>265,682,443</u>
Liabilities:		
Investment liabilities	(834,699)	(249,837)
Creditors		
Bank overdrafts	(694,581)	(15,936,879)
Other creditors	(1,427,258)	(898,288)
Total liabilities	<u>(2,956,538)</u>	<u>(17,085,004)</u>
Net assets attributable to shareholders	<u><u>223,779,570</u></u>	<u><u>248,597,439</u></u>

Accounting policies

The interim financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

The distribution policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

Distribution tables (unaudited)

for the six months ended 30 September 2023

Gross interest distributions on R Accumulation Shares in pence per share

	Payment date	Payment type	Gross revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.08.23	quarter 1	1.7904	-	1.7904	1.1440
	30.11.23	interim	1.9286	-	1.9286	1.3173
Group 2	31.08.23	quarter 1	1.1586	0.6318	1.7904	1.1440
	30.11.23	interim	1.2027	0.7259	1.9286	1.3173

Equalisation

Equalisation applies only to Group 2 shares. It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholders but must be deducted from the cost of shares for capital gains tax purposes.

Accumulation distributions

Holders of accumulation shares should add the distributions received thereon to the cost of the shares for capital gains tax purposes.

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide capital growth (to grow the value of your investment) with the potential for income over a 5+ year time horizon.

The Fund will also aim to outperform (after the deduction of fees) the following composite Target Benchmark measured over a rolling 3 year time period: 42.25% Markit iBoxx Sterling Non-Gilts Index TR, 18% MSCI UK Index TR, 15.75% ICE BofA UK Gilts All Stocks Index TR, 7.5% MSCI Europe Ex UK Index TR, 5.5% MSCI USA Index TR, 5% Sterling Overnight Index Average (SONIA), 4% MSCI Japan Index TR and 2% MSCI AC Asia Pacific Ex Japan Index TR.

It is expected that average outperformance for the Fund will typically not be greater than 0.45% per annum (after the deduction of fees) in excess of the Target Benchmark measured over a rolling 3 year period, although no level of outperformance is guaranteed.

Investment Policy

The Fund is actively managed by the appointed Sub-Investment Manager and aims to achieve the investment objectives by obtaining exposure to the constituents included in the Indices which make up the Target Benchmark.

The Fund invests its assets directly, or indirectly through Derivatives or Collective Investment Schemes in the following:

- between 40% and 80% in bonds. The Fund can obtain exposure to investment grade bonds denominated in Pounds Sterling issued by companies, supranationals and other non-sovereign entities as well as bonds issued by the UK Government;
- between 20% and 50% in shares in companies which are, at the time of purchase, listed. These comprise direct investment in shares or equity related securities (i.e. other investments whose value is related to shares); and
- up to 10% in cash.

As exposure to bonds and shares can be obtained indirectly through Derivatives (if in the interest of realising the Fund's objectives more efficiently), investment in ancillary assets such as cash, cash like and/or money market instruments could be up to 100%, dependent on market conditions and investment views (see Investment Strategy and Process below).

As a result of the Fund's potential investment in bonds and money market instruments the Fund may have more than 35% invested in these assets issued by the UK Government.

The Fund may invest globally (including up to 15% in non-developed markets).

Up to 10% of the Fund can be invested indirectly, and for a sustained period, by purchasing units of Passively Managed Collective Investment Schemes managed by other companies (not the ACD or other companies within the Santander Group).

The Fund will use Derivatives (including Derivatives which track the performance of an Index such as index futures) for Efficient Portfolio Management (including hedging), where Derivatives are used to either reduce risk, reduce cost, or to generate additional capital or income without materially affecting the risk profile of the Fund.

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process

The ACD has appointed one Sub-Investment Manager, based on their expertise, to manage the entire Fund and will put in place the investment guidelines which the Sub-Investment Manager must follow. In these investment guidelines the ACD will set the Sub-Investment Manager a target to outperform the Target Benchmark. Although this is calculated on a different basis to the Fund's outperformance target (i.e. before the deduction of the Fund's fees (other than transaction costs)), it is aligned with the investment objectives of the Fund overall. In addition, the investment guidelines agreed with the Sub-Investment Manager include risk management measures which will reference the Target Benchmark (described below).

The ACD has in place an internal analysis and due diligence process to monitor the Sub-Investment Manager's management of the Fund, and it can change the Sub-Investment Manager at its discretion if it believes that this is in the best interests of Shareholders in the Fund.

The Sub-Investment Manager actively manages the Fund which means it exercises its discretion when making its investment decisions. In aiming to achieve the Fund's investment objectives the Sub-Investment Manager uses an internal systematic, rules-based investment process to inform the exposure it will seek in each type of asset (represented by each Index in the Target Benchmark). The Sub-Investment Manager decides whether to implement its investment decision based on the output of the systematic, rules-based investment process.

It is expected that the average outperformance for the Fund will typically not be greater than 0.45% per annum (after the deduction of fees) in excess of the Target Benchmark measured over a rolling 3 year period, although no level of outperformance is guaranteed.

The Sub-Investment Manager's investment process seeks exposure only to constituents included in the Indices which make up the composite Target Benchmark. It will attempt to achieve the investment objectives with similar volatility (how much the returns of the Fund's investments fluctuate around their average return) and lower draw down (the amount of the decline in value of the Fund's investments from their previous highest value) when compared to the Target Benchmark, but this is not guaranteed.

The Sub-Investment Manager's systematic, rules-based investment process does not consider individual assets or sectors, but instead informs the exposure the Fund will seek in each type of asset (represented by each Index in the Target Benchmark) by using the following strategies:

- (1) the "Risk Parity Strategy", the main goal of which is to generate less volatile returns (but not by a set amount) than the Target Benchmark for the Fund over a 5+ year time horizon. This strategy involves selecting shares and bonds such that each type of asset (represented by Indices in the Target Benchmark) contributes an equal amount of volatility. This strategy will be applied to 55% of the Fund. The Risk Parity Strategy employed by the Sub-Investment Manager does not use borrowing or leverage; and
- (2) the "Momentum Strategy", which is the principal way in which the Sub-Investment Manager aims to outperform the Target Benchmark. This strategy seeks exposure to those shares and bonds (represented by Indices in the Target Benchmark) whose returns have been more favourable when measured over specific time periods, compared to other Indices in the

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

Target Benchmark. In addition, the strategy takes into consideration the consistency and stability of returns over time and favours those types of shares and bonds with higher and more stable returns. The strategy does not take account of why the return has been more favourable. This strategy will be applied to 45% of the Fund.

Cash can also be held in either of the above strategies.

The systematic investment process will inform the exposure to each type of asset (represented by each Index in the Target Benchmark), and decide how to most efficiently implement the proposed investment decision(s) for review and process by the Sub-Investment Manager (an "Active Investment Decision").

Whilst in efficiently implementing its Active Investment Decision the Sub-Investment Manager will only obtain exposure to constituents included in the Indices in the Target Benchmark, it is not constrained by the amount allocated to each Index in the composite Target Benchmark (for example, more than 7.5% of the Fund could be exposed to the MSCI World Europe Ex UK Index TR even though this makes up 7.5% of the Target Benchmark). Neither is the Fund required to always have exposure to each Index within the Target Benchmark. This freedom allows the Sub-Investment Manager to seek to outperform the returns of the Target Benchmark and therefore generate capital growth with the potential for income for the Fund.

In implementing its Active Investment Decision, the Sub-Investment Manager will seek to efficiently replicate the performance of the relevant Indices. As part of the overall investment process consideration will be given to the key characteristics that drive the performance of each Index and replication will be via investment in significantly fewer constituents than the total number of constituents of each Index and in different weights.

The Sub-Investment Manager will also obtain exposure to each Index through holding Derivatives which track the performance of an Index (such as index futures). The Sub-Investment Manager will combine its investments in shares and equity-related securities, if it considers that the combination might more efficiently realise the Fund's investment objectives. As a result, generally, the Fund will both invest directly in shares, and indirectly via Derivatives (i.e. equity index futures), for Efficient Portfolio Management, to achieve its exposure to equity markets as well as for hedging purposes. The Fund may have long and short Derivative positions (i.e. buy or sell a Derivative with the expectation that the underlying asset will rise or fall in value), but will only be net long when long and short positions are combined.

Whilst the Sub-Investment Manager's investment strategy favours Derivative use for seeking exposure to shares, Derivatives may also be held to seek exposure to bonds for efficient portfolio management. This means that a substantial amount, or even all, of the Fund may be held in cash, cash like and/or money market instruments for the purpose of managing the exposure created by Derivative use. The market exposure as a result of holding these Derivatives will be limited to 100% of the Net Asset Value of the Fund. These cash, cash like and money market instruments may not be included in the Target Benchmark. The Fund may use Derivatives extensively but the level of the Fund's use of Derivatives will fluctuate dependent on the investment decision being implemented. As the Fund is not constrained by the amount allocated to each Index in the Target Benchmark, the level of exposure the Fund is seeking to each Index will also change.

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

The Sub-Investment Manager may also obtain exposure to each Index through holding Passively Managed Collective Investment Schemes which invest in the relevant Index (for up to 10% of the Fund).

To help monitor the Fund, the Sub-Investment Manager will consider a range of risk measures, which may inform its investment processes. Some measures will reference the Target Benchmark.

Further Information

The Indices which together make up the Target Benchmark have been selected as they include the types of assets the Fund will invest in.

The Indices are provided by IHS Markit Benchmark Administration Limited, MSCI Limited, ICE Benchmark Administration Limited and the Bank of England respectively. As at the date of this Prospectus, IHS Markit Benchmark Administration Limited, MSCI Limited and ICE Benchmark Administration Limited are on the public register of administrators and benchmarks established and maintained by the FCA (this register does not apply to the Bank of England).

In respect of the Fund's objective to outperform the Target Benchmark after the deduction of fees, the term "fees" includes all fees, costs, charges, expenses and liabilities which are deducted from the value of the Fund's property for the purpose of calculating its NAV.

If the ACD considers that the Fund's Target Benchmark should be amended as a result of changes to, or evolution of, external market conditions and provided there is no material change to the risk profile of the Fund, it may implement this change after providing Shareholders with reasonable notice in advance.

Please see the Risk Factor section of the Prospectus for details of the specific risks associated with the systematic, rules-based investment process.

The Fund has a Risk Category of Lower Medium in accordance with Santander UK plc's Risk Categorisation Process. The General Information and Glossary of Terms at the start of this Appendix 1 explains what this means.

The Fund operates with an OCF cap, which means that the ACD will aim to keep the cost of investing in it, excluding transaction costs, below a predetermined level. There may be circumstances where this cap is exceeded due to external factors such as an increase in the fees associated with the Fund's investment in Collective Investment Schemes, in which case the ACD will aim to bring fees back below it as soon as reasonably possible and fund any excess OCF costs over the OCF Cap.

Variable remuneration of those individuals employed by the ACD who are responsible for the selection and ongoing oversight of the Sub-Investment Manager, is determined by assessing a number of different factors. Insofar as these relate to the investment performance of the Fund, any assessment may be made by comparing Fund performance relative to the Target Benchmark.

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

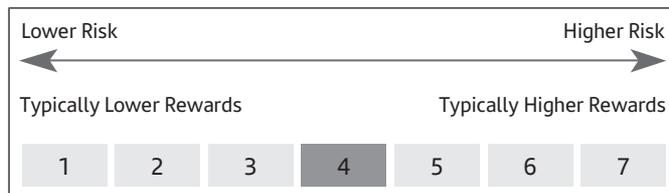
Sub-Investment Manager

Santander Asset Management, S.A, SGIC

Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks include: Bond risk, counterparty risk, country risk, currency risks, derivatives risk, liquidity risk, non-developed market risk, number-based model risks and stock market risk. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective. The Fund does not borrow in the normal course of business. Please refer to the Prospectus for further information.

Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the Fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance

Capital Growth

Percentage price change from 30 September 2018 to 29 September 2023		
	Annualised	Cumulative
Santander Max 50% Shares Portfolio R Accumulation Shares	0.51%	2.59%
Santander Max 50% Shares Portfolio R Income Shares	0.52%	2.61%
Santander Max 50% Shares Portfolio S Accumulation Shares	0.55%	2.79%
Percentage price change from 30 September 2020 to 29 September 2023		
	Annualised	Cumulative
Santander Max 50% Shares Portfolio R Accumulation Shares	-0.72%	-2.14%
Santander Max 50% Shares Portfolio R Income Shares	-0.72%	-2.14%
Santander Max 50% Shares Portfolio S Accumulation Shares	-0.69%	-2.06%
42.25% Markit iBoxx Sterling Non-Gilts Index TR, 18% MSCI UK Index TR, 15.75% ICE BofA UK Gilts All Stocks Index TR, 7.5% MSCI Europe Ex UK Index TR, 5.5% MSCI USA Index TR, 5% Sterling Overnight Index Average (SONIA), 4% MSCI Japan Index TR and 2% MSCI AC Asia Pacific Ex Japan Index TR*	-0.18%	-0.55%
Percentage price change from 31 March 2023 to 29 September 2023		
Santander Max 50% Shares Portfolio R Accumulation Shares	-0.90%	
Santander Max 50% Shares Portfolio R Income Shares	-0.88%	
Santander Max 50% Shares Portfolio S Accumulation Shares	-0.88%	
42.25% Markit iBoxx Sterling Non-Gilts Index TR, 18% MSCI UK Index TR, 15.75% ICE BofA UK Gilts All Stocks Index TR, 7.5% MSCI Europe Ex UK Index TR, 5.5% MSCI USA Index TR, 5% Sterling Overnight Index Average (SONIA), 4% MSCI Japan Index TR and 2% MSCI AC Asia Pacific Ex Japan Index TR*	-0.55%	

Source Lipper - NAV at noon, bid to bid, net of fees, revenue reinvested (accumulation class only).

Source Factset- Market index returns are based on daily index valuations as at close-of-business of the relevant market and are not subject to fees. Past performance is not a guarantee of future performance. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.

* The constituents of the Target Benchmark were updated with effect from 22 December 2021.

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Review

Evidence emerged towards the end of the reporting period indicating interest rates will remain higher for longer dampening investor attitudes, helping erase most of the gains that shares²⁷ had made since March.²⁸

The performance of stock markets diverged, with US²⁹, UK³⁰ and Japanese³¹ shares rising, while those of the Eurozone³² and China³³ fell. Developed countries bond yields rose³⁴, leading to falling prices, given that bond prices and yields move in opposite directions. Yields on bonds issued by companies in developed nations also increased.³⁵

So far, the US economy has been able to withstand higher interest rates, maintaining strong levels of economic growth and maintaining near record low unemployment.³⁶ While inflation remains above the levels targeted by the US Federal Reserve (Fed), it rose at its weakest monthly pace since 2020 in September.³⁷

Data released in late September revealed that the UK economy had rebounded faster from the COVID-19 pandemic than economists had predicted.³⁸ The Eurozone's economy was less fortunate, with a survey of business leaders indicating the region deteriorated in September.³⁹ The European Central Bank (ECB) raised interest rates to their highest level since the launch of the Euro⁴⁰, while data released later in September showed inflation declined to its lowest level since October 2021.⁴¹

While China's economy has shown signs of recovery, aided by several government and central bank measures designed to bolster consumer and business confidence, the Asian Development Bank cut its 2023 growth forecast due to an ongoing property crisis. Economists and analysts have also said more needs to be done to hit the government's growth target.⁴²

During the period, Japan's Nikkei 225 Index, which tracks the 225 largest companies listed on the Tokyo Stock Exchange, rose to a 33-year high. In April, billionaire investor Warren Buffett expressed his optimism regarding Japanese shares while expanding his investments in the country.⁴³ Foreign investors are attracted by strong corporate earnings, reforms by the Tokyo Stock Exchange and a weaker yen, which is making Japanese exports more competitive.⁴⁴

²⁷ S&P Global BMI, 30 September, 2023

²⁸ Forbes, 29 September 2023

²⁹ S&P 500 Index, 30 September 2023

³⁰ FTSE 100 Index, 30 September 2023

³¹ Nikkei 225 Index, 30 September 2023

³² EURO STOXX 50 Index, 30 September 2023

³³ Shanghai Composite Index, 30 September 2023

³⁴ S&P Global Developed Sovereign Bond Index, 30 September 2023

³⁵ S&P Global Developed Corporate Bond Index, 30 September 2023

³⁶ Reuters, 28 September 2023

³⁷ Bloomberg, 29 September 2023

³⁸ BBC, 29 September 2023

³⁹ HCOB Flash Eurozone PMI, 22 September 2023

⁴⁰ The Guardian, 14 September 2023

⁴¹ Euronews, 29 September 2023

⁴² Reuters, 30 September 2023

⁴³ CNBC, 5 May 2023

⁴⁴ CNBC, 26 June 2023

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period)

The Fund's objective is to provide capital growth with the potential for income over a period of five or more years. It aims to outperform (after fees) the target benchmark over a rolling three-year period. Average outperformance will typically not exceed 0.45% per year, which isn't guaranteed.

The Fund is actively managed by a sub-investment manager, which uses a data-driven, systematic and rules-based approach. The process relies on advanced computer modelling techniques to construct investment portfolios. In this case, the model applies two strategies: risk parity and momentum.

The risk parity strategy involves the model seeking to balance the level of volatility of, and correlation between, each asset class in a portfolio. The momentum strategy involves the model choosing assets with the most substantial growth potential over the medium to long term, while opportunistically seeking favourable entry and exit points for investments in the short term. The risk parity model has more relevance to the Max 50% Shares Portfolio, as 55% of the Fund's investment approach is determined by this model.

The Retail Accumulation Share Class had a cumulative return of 2.59% (0.51% annualised) over the past five years, while the Retail Income shares returned 2.61% (0.52% annualised) and the S Accumulation shares 2.79% (0.55% annualised).

Over the past three years, the Retail Accumulation Share Class cumulatively returned -2.14% (-0.72% annualised), the Retail Income shares returned -2.14% (-0.72% annualised), and the S Accumulation shares -2.06% (-0.69% annualised). The Fund underperformed against the target benchmark, which delivered a cumulative return of -0.55% (-0.18% annualised).

From 14 January 2022 the Fund transitioned to a new investment strategy, with performance prior to this date having been achieved under different circumstances that no longer apply.

The Fund's past performance was limited by its investments in smaller UK companies and its underweight holdings in larger firms in energy and mining, relative to the benchmark. Smaller UK companies depend more on the UK economy, whereas larger businesses earn most of their income overseas, so are affected less by disruption in the local economy.

Over the six months through 30 September 2023, the Retail Accumulation Share Class returned -0.90%, while the Retail Income Share Class and the S Accumulation Share Class both made a return of -0.88%. The target benchmark returned -0.55% over the same period.

Between the end of March and the end of May, the Fund delivered a higher return than its benchmark. However, since June the performance began to lag. This was mainly due to the recovery in those asset classes where the Fund held a heavy underweight exposure, relative to the benchmark - meaning the Fund held fewer UK shares and highly rated corporate bonds than the benchmark. An improvement in UK market conditions led to an upswing in the performance of these assets, and the Fund's performance suffered as a result.

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period) (continued)

UK bond yields fell after data showed inflation fell more than expected in June⁴⁵, slowed sharply in July⁴⁶ and then unexpectedly fell even further in August.⁴⁷ While yields offered by highly rated company bonds rose between the end of June and September, the gap between their yields and those of government bonds shrank, indicating that investors saw less risk than usual in buying company bonds.⁴⁸

An overweight position in Asia Pacific (excluding Japan) investments was weighed down by a drop in Chinese stock markets and so ultimately hampered the Fund's performance.⁴⁹ Positive performances of markets where the Fund held overweight positions, such as the US⁵⁰ and Japan⁵¹, weren't enough to compensate for the drop in the Asia Pacific markets.⁵²

In the opening months of the period, between March and June, when markets were relatively flat and were not clearly trending upwards or downwards, the model reduced the Fund's holdings of shares and added bonds.

By the end of the period, the Fund maintained its slightly overweight stance on shares, relative to the benchmark, and increased its large underweight position in bonds. The Fund's largest underweight bond position is in highly rated company bonds.

During the period, the sub-investment manager exercised its discretion by purchasing financial contracts that would help protect the Fund against weakness in the US dollar. The Fund is overweight most currencies when compared with the benchmark, and the dollar accounts for the largest position. This decision meant the Fund would be more protected against fluctuations in the dollar's value.

Market Outlook

Systematic models aim to remove bias from decision-making in the investment process, eliminating political, economic, and cultural considerations and focusing solely on measuring data. The models consider only changing relationships between bonds and shares, both at an overall level and, importantly, at a regional level relative to each other, when making investment decisions.

At Santander Asset Management the Manager anticipates a gradual decrease in inflation over the next 12 months. The Manager believes interest rates appear to be approaching or at their peak and would expect the models to maintain the portfolio preference for bonds, relative to the comparator benchmark. The models will navigate between bond and equity markets taking opportunities identified from the market data to add value.

⁴⁵ CNBC, 19 July 2023

⁴⁶ Reuters, 16 August 2023

⁴⁷ Associated Press, 20 September 2023

⁴⁸ S&P US Dollar Global High Yield Corporate Bond Index, 30 September 2023

⁴⁹ S&P China BMI, 30 September 2023

⁵⁰ S&P 500 Index, 30 September 2023

⁵¹ Nikkei 225 Index, 30 September 2023

⁵² S&P Eurozone BMI, 30 September 2023

Santander Max 50% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Outlook (continued)

The models have indicated a slight preference for government bonds over corporate, high-yield, and emerging market bonds. Bond yields are unlikely to increase significantly, and any potential decrease will be accompanied by higher prices as bond prices and yields move in opposite directions.

However, if inflation remains stubbornly high and doesn't decrease as predicted, central banks might begin raising interest rates again. This could cause instability in bond markets and a drop in share values.

Robert McElvanney

Head of UK Front Office

For and on behalf of Santander Asset Management UK Limited

October 2023

Summary of material portfolio changes (unaudited)

for the six months ended 30 September 2023

Purchases	Cost £	Sales	Proceeds £
UK Treasury 2.25% 2023	49,824,500	UK Treasury 0.75% 2023	85,227,431
UK Treasury 0.125% 2024	42,946,918	iShares Core GBP Bond UCITS ETF	77,750,949
iShares Core GBP Bond UCITS ETF	36,690,054	UK Treasury 2.25% 2023	50,000,000
UK Treasury 2.75% 2024	35,673,396	UK Treasury 0.125% 2024	21,813,932
Kreditanstalt fuer Wiederaufbau 3.75% 2027	8,089,041	Cooperatieve Rabobank UA 1.875% 2028	4,206,258
UK Treasury 1% 2024	7,971,302	Toyota Motor Credit 0.75% 2025	3,749,110
BHP Billiton Finance 3.25% 2024	5,754,983	UBS 2.125% 2025	2,836,380
Severn Trent Utilities Finance 6.25% 2029	3,458,773	Electricite de France 5.5% 2041	2,743,934
Telefonica Emisiones 5.445% 2029	3,317,762	Pfizer 2.735% 2043	2,677,176
Annington Funding 3.184% 2029	3,088,327	AT&T 2.9% 2026	2,664,053
ABN AMRO Bank 5.25% 2026	2,692,197	Anheuser-Busch InBev 2.85% 2037	2,580,974
European Investment Bank 3.875% 2037	2,530,403	Investor AB	1,964,889
Kreditanstalt fuer Wiederaufbau 1.375% 2024	2,093,801	adidas	1,865,901
Volvo	1,905,184	CRH	1,676,373
Kimco Realty	1,698,106	Infineon Technologies	1,658,257
Annington Funding 3.935% 2047	1,694,316	National Grid Electricity Distribution West Midlands 5.75% 2032	1,547,265
Volkswagen Financial Services 2.125% 2028	1,613,214	Camden Property Trust	1,491,831
Safran	1,555,895	AT&T 7% 2040	1,465,394
Duke Energy	1,541,436	CenterPoint Energy	1,442,935
Realty Income	1,540,766	Novartis	1,371,094
Total cost of purchases for the period	<u>280,356,640</u>	Total proceeds from sales for the period	<u>316,268,668</u>

Portfolio statement (unaudited)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Fixed interest securities 43.71% (41.80%)			
AAA to AA 9.39% (25.51%)			
Allianz Finance II 4.5% 2043	£1,300,000	1,167,245	0.15
CPPIB Capital 1.625% 2071	£2,781,000	1,018,958	0.13
European Investment Bank 1% 2026	£4,073,000	3,642,532	0.46
European Investment Bank 1.375% 2025	£5,188,000	4,917,394	0.62
European Investment Bank 3.875% 2037	£2,704,000	2,437,178	0.31
European Investment Bank 6% 2028	£3,257,000	3,437,878	0.43
Inter-American Development Bank 1.25% 2025	£3,260,000	2,997,994	0.38
Inter-American Development Bank 1.375% 2024	£5,229,000	4,977,851	0.63
International Bank for Reconstruction & Development 0.25% 2026	£3,345,000	2,936,375	0.37
International Bank for Reconstruction & Development 0.75% 2026	£3,200,000	2,814,576	0.36
International Development Association 0.75% 2028	£3,281,000	2,705,048	0.34
Kreditanstalt fuer Wiederaufbau 1.375% 2024	£4,717,000	4,496,724	0.57
Kreditanstalt fuer Wiederaufbau 3.75% 2027	£8,454,000	8,121,166	1.03
Kreditanstalt fuer Wiederaufbau 6% 2028	£2,300,000	2,427,240	0.31
LCR Finance 5.1% 2051	£645,000	641,894	0.08
Lloyds Bank 4.875% 2027	£2,924,000	2,883,383	0.36
Lloyds Bank 5.125% 2025	£2,153,000	2,141,349	0.27
Lloyds Bank 6% 2029	£1,830,000	1,904,298	0.24
Network Rail Infrastructure Finance 4.75% 2035	£2,437,000	2,385,076	0.30
Santander UK 5.75% 2026*	£6,915,000	6,965,406	0.88
SNCF Reseau 5% 2052	£1,100,000	988,257	0.12
Southern Water Services Finance 6.192% 2029	£1,440,000	1,423,332	0.18
State of North Rhine-Westphalia Germany 0.625% 2024	£3,300,000	3,108,732	0.39
University of Oxford 2.544% 2117	£1,100,000	522,331	0.07
Walmart 5.625% 2034	£1,828,000	1,881,201	0.24
Wellcome Trust 2.517% 2118	£2,773,000	1,316,415	0.17
		74,259,833	9.39
AA- to A+ 17.47% (1.78%)			
Banque Federative du Credit Mutuel 1.75% 2024	£3,200,000	3,039,392	0.39
Equinor 6.875% 2031	£1,872,000	2,036,931	0.26
Nestle 2.5% 2032	£3,202,000	2,628,714	0.33
OP Corporate Bank 3.375% 2026	£3,365,000	3,193,351	0.40
UK Treasury 0.125% 2028	£7,793,000	6,510,077	0.82
UK Treasury 0.375% 2030	£12,314,000	9,399,584	1.19
UK Treasury 0.625% 2025	£9,844,000	9,208,717	1.17
UK Treasury 0.625% 2035	£11,707,000	7,529,650	0.95
UK Treasury 0.625% 2050	£9,809,000	3,617,314	0.46
UK Treasury 0.875% 2029	£13,449,000	11,043,983	1.40
UK Treasury 1.25% 2027	£7,266,000	6,482,180	0.82

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
AA- to A+ (continued)			
UK Treasury 1.25% 2041	£7,153,000	4,117,088	0.52
UK Treasury 1.5% 2026	£8,864,000	8,185,860	1.04
UK Treasury 1.5% 2047	£9,791,000	5,170,382	0.65
UK Treasury 1.625% 2054	£4,922,000	2,403,290	0.30
UK Treasury 1.75% 2037	£8,300,000	5,833,032	0.74
UK Treasury 2% 2025	£9,917,000	9,426,158	1.19
UK Treasury 3.5% 2045	£9,930,000	8,112,562	1.03
UK Treasury 3.5% 2068	£6,114,000	4,748,591	0.60
UK Treasury 3.75% 2052	£4,625,000	3,827,072	0.48
UK Treasury 4% 2060	£7,124,000	6,174,905	0.78
UK Treasury 4.25% 2032	£7,522,000	7,482,021	0.95
UK Treasury 4.25% 2039	£6,047,000	5,708,217	0.72
Westfield Stratford City Finance NO 2 1.642% 2031	£2,522,000	2,199,153	0.28
		138,078,224	17.47
A to A- 3.54% (3.08%)			
ABN AMRO Bank 5.25% 2026	£2,700,000	2,667,357	0.34
Aspire Defence Finance 4.674% 2040	£483,504	440,144	0.06
AXA 5.453% 2172	£1,491,000	1,435,162	0.18
Bank of America 1.667% 2029	£4,100,000	3,389,306	0.43
Bank of America 7% 2028	£3,300,000	3,476,630	0.44
Clarion Funding 3.125% 2048	£3,530,000	2,206,271	0.28
GlaxoSmithKline Capital 1.625% 2035	£1,578,000	1,060,604	0.14
GlaxoSmithKline Capital 1.625% 2035	£622,000	418,058	0.05
GlaxoSmithKline Capital 4.25% 2045	£900,000	729,611	0.09
GlaxoSmithKline Capital 5.25% 2033	£900,000	893,636	0.11
HSBC 1.75% 2027	£2,530,000	2,233,594	0.28
JPMorgan Chase 0.991% 2026	£3,313,000	3,071,267	0.39
JPMorgan Chase 1.895% 2033	£1,300,000	957,551	0.12
London & Quadrant Housing Trust 5.5% 2040	£2,444,000	2,290,807	0.29
THFC Funding No 3 5.2% 2045	£2,982,000	2,685,548	0.34
		27,955,546	3.54
BBB+ to BBB 12.12% (10.72%)			
Annington Funding 3.184% 2029	£3,775,000	3,136,708	0.40
Annington Funding 3.935% 2047	£2,366,000	1,589,831	0.20
AT&T 4.875% 2044	£1,836,000	1,476,947	0.19
Banco Santander 2.25% 2032*	£4,500,000	3,694,318	0.47
Barclays 1.7% 2026	£3,728,000	3,379,656	0.43
Barclays 3% 2026	£2,984,000	2,746,887	0.35
Barclays 3.25% 2033	£3,378,000	2,600,051	0.33

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
BAT International Finance 4% 2026	£3,767,000	3,578,478	0.45
BNP Paribas 2% 2031	£2,500,000	2,175,000	0.27
BP Capital Markets 4.25% 2172	£1,093,000	969,117	0.12
Cadent Finance 2.125% 2028	£4,050,000	3,421,575	0.43
Cooperatieve Rabobank UA 4.625% 2029	£3,014,000	2,736,030	0.35
E.ON International Finance 6.125% 2039	£800,000	786,057	0.10
E.ON International Finance 6.25% 2030	£2,500,000	2,551,268	0.32
E.ON International Finance 6.75% 2039	£800,000	830,692	0.10
Electricite de France 5.125% 2050	£1,800,000	1,412,075	0.18
Electricite de France 6.125% 2034	£2,600,000	2,507,178	0.32
Enel 5.75% 2037	£1,167,000	1,111,302	0.14
Enel Finance International 1% 2027	£3,000,000	2,509,730	0.32
Enel Finance International 5.75% 2040	£1,534,000	1,434,332	0.18
Engie 5% 2060	£2,300,000	1,896,529	0.24
GE Capital UK Funding Unlimited 5.875% 2033	£1,837,000	1,802,065	0.23
General Motors Financial 2.35% 2025	£2,303,000	2,140,892	0.27
Goldman Sachs 1% 2025	£2,485,000	2,337,254	0.30
Goldman Sachs 1.5% 2027	£973,000	820,074	0.10
Goldman Sachs 1.5% 2027	£2,290,000	1,930,082	0.24
Goldman Sachs 3.125% 2029	£2,906,000	2,511,610	0.32
Heathrow Funding 4.625% 2046	£1,000,000	776,725	0.10
Heathrow Funding 5.875% 2043	£1,700,000	1,594,909	0.20
HSBC 6% 2040	£1,762,000	1,550,659	0.20
HSBC 7% 2038	£1,300,000	1,265,434	0.16
Imperial Brands Finance 5.5% 2026	£3,024,000	2,966,932	0.38
Intesa Sanpaolo 2.625% 2036	£1,800,000	1,165,377	0.15
M&G 5.625% 2051	£2,297,000	2,042,820	0.26
National Grid Electricity Distribution West Midlands 5.75% 2032	£2,251,000	2,211,244	0.28
Orange 3.25% 2032	£1,900,000	1,616,528	0.20
Phoenix 5.625% 2031	£1,600,000	1,406,595	0.18
Sage 2.875% 2034	£2,100,000	1,596,714	0.20
Severn Trent Utilities Finance 6.25% 2029	£3,345,000	3,381,980	0.43
Thames Water Utilities Finance 5.125% 2037	£2,735,000	2,233,256	0.28
Thames Water Utilities Finance 5.5% 2041	£800,000	647,511	0.08
Verizon Communications 1.125% 2028	£2,585,000	2,070,191	0.26
Verizon Communications 3.375% 2036	£3,950,000	2,989,181	0.38
Volkswagen Financial Services 2.125% 2028	£1,900,000	1,603,182	0.20
Volkswagen Financial Services 4.25% 2025	£1,100,000	1,058,805	0.13
Wells Fargo 2% 2025	£4,364,000	4,062,083	0.51

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
Wells Fargo 2.5% 2029	£916,000	758,217	0.10
Wells Fargo 2.5% 2029	£884,000	731,729	0.09
		95,815,810	12.12
Below BBB to unrated 1.19% (0.71%)			
Lloyds Banking 2.707% 2035	£2,486,000	1,840,246	0.23
NatWest 3.622% 2030	£1,200,000	1,125,903	0.14
Telefonica Emisiones 5.445% 2029	£3,350,000	3,269,489	0.42
Tesco Corporate Treasury Services 2.75% 2030	£2,900,000	2,384,213	0.30
Tesco Property Finance 1 7.6227% 2039	£392,101	417,854	0.05
Tesco Property Finance 4 5.8006% 2040	£440,473	410,685	0.05
		9,448,390	1.19
Total Fixed interest securities		345,557,803	43.71
Money Market Securities 13.75% (11.90%)			
BHP Billiton Finance 3.25% 2024	£5,908,000	5,778,993	0.73
UK Treasury 0.125% 2024	£36,916,000	36,305,963	4.59
UK Treasury 1% 2024	£31,611,000	30,889,163	3.91
UK Treasury 2.75% 2024	£36,475,000	35,696,806	4.52
		108,670,925	13.75
Equities 32.69% (32.53%)			
Belgium 0.27% (0.35%)			
Groupe Bruxelles Lambert	34,720	2,125,124	0.27
Denmark 0.53% (0.53%)			
Novo Nordisk	48,358	3,649,660	0.46
Vestas Wind Systems	29,700	523,549	0.07
		4,173,209	0.53
Finland 0.14% (nil)			
Stora Enso	105,507	1,089,116	0.14
France 2.29% (2.38%)			
Air Liquide	19,949	2,765,311	0.35
Airbus	11,063	1,218,005	0.15
BNP Paribas	35,452	1,858,401	0.23
L'Oreal	4,597	1,567,956	0.20

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
France (continued)			
LVMH Moet Hennessy Louis Vuitton	5,428	3,373,195	0.43
Safran	12,791	1,649,249	0.21
Sanofi	17,594	1,546,648	0.19
Schneider Electric	12,925	1,760,033	0.22
TotalEnergies	45,167	2,440,930	0.31
		18,179,728	2.29
Germany 1.48% (2.19%)			
Allianz	18,134	3,552,710	0.45
Deutsche Telekom	86,493	1,492,770	0.19
Infineon Technologies	29,784	809,837	0.10
Mercedes-Benz	20,838	1,190,304	0.15
SAP	21,077	2,244,825	0.28
Siemens	12,525	1,476,533	0.19
Volkswagen	10,586	1,000,932	0.12
		11,767,911	1.48
Italy 0.20% (0.31%)			
Enel	313,889	1,584,693	0.20
Jersey 0.37% (0.70%)			
Experian	109,365	2,943,012	0.37
Netherlands 0.62% (1.31%)			
Adyen	659	403,415	0.05
ASML	5,310	2,575,313	0.32
Heineken	20,724	1,279,071	0.16
Prosus	30,281	733,384	0.09
		4,991,183	0.62
Norway 0.19% (0.21%)			
DNB Bank	88,841	1,474,795	0.19
Republic of Ireland 0.15% (0.37%)			
CRH	26,988	1,225,795	0.15
Spain 0.59% (0.57%)			
Banco Bilbao Vizcaya Argentaria	210,757	1,408,825	0.18
Banco Santander EUR 0.5*	456,044	1,431,467	0.18
Iberdrola	200,386	1,841,681	0.23
		4,681,973	0.59

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Sweden 0.54% (0.69%)			
Atlas Copco	116,837	1,133,100	0.14
Sandvik	84,160	1,279,508	0.16
Volvo	110,955	1,888,953	0.24
		4,301,561	0.54
Switzerland 2.35% (2.17%)			
Alcon	16,065	1,020,690	0.13
Cie Financiere Richemont	12,352	1,239,017	0.16
Geberit	3,601	1,480,327	0.19
Glencore	634,658	2,981,941	0.38
Lonza	2,118	807,327	0.10
Nestle	42,871	3,983,196	0.50
Novartis	32,285	2,714,248	0.34
Roche	11,270	2,527,435	0.32
UBS	87,953	1,786,551	0.23
		18,540,732	2.35
United Kingdom 13.64% (12.97%)			
Anglo American	94,266	2,135,596	0.27
Ashthead	49,543	2,478,141	0.32
AstraZeneca	102,340	11,359,740	1.44
BAE Systems	281,564	2,808,882	0.36
Barclays	1,959,256	3,114,042	0.39
Barratt Developments	610,561	2,693,185	0.34
BP currency Dec'23	1,304,377	6,931,459	0.88
British American Tobacco	156,501	4,032,248	0.51
Compass	219,075	4,381,500	0.55
Diageo	187,390	5,685,412	0.72
GSK	337,781	5,039,017	0.64
HSBC	1,399,065	9,022,570	1.14
Lloyds Banking	8,230,543	3,651,892	0.46
London Stock Exchange	25,845	2,127,560	0.27
National Grid	360,651	3,534,380	0.45
Prudential	297,482	2,644,020	0.34
Reckitt Benckiser	53,864	3,119,803	0.39
RELX	231,303	6,418,658	0.81
Rio Tinto	78,116	4,041,722	0.51
Shell	488,845	12,739,301	1.61

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
United Kingdom (continued)			
Unilever	198,058	8,044,126	1.02
Vodafone	2,249,715	1,728,231	0.22
		107,731,485	13.64
United States 9.33% (7.78%)			
Abbott Laboratories	13,671	1,084,451	0.14
AbbVie	6,522	796,715	0.10
Adobe	1,602	669,282	0.09
Advanced Micro Devices	5,650	475,960	0.06
Alphabet	31,255	3,349,692	0.42
Amazon.com	25,660	2,672,273	0.34
American Financial	14,706	1,345,595	0.17
Apple	40,159	5,632,229	0.71
Applied Materials	7,639	866,385	0.11
Bank of America	48,848	1,095,383	0.14
Berkshire Hathaway	6,929	1,988,351	0.25
Boeing	3,934	617,940	0.08
Broadcom	1,278	868,931	0.11
Chevron	8,533	1,179,121	0.15
Cisco Systems	23,745	1,045,671	0.13
Comcast	26,714	970,463	0.12
Costco Wholesale	2,614	1,209,629	0.15
Danaher	5,249	1,067,432	0.13
Deere	1,907	589,872	0.08
Duke Energy	20,883	1,510,255	0.19
Eli Lilly	2,480	1,091,135	0.14
Exxon Mobil	15,037	1,448,938	0.18
General Electric	7,558	684,682	0.08
Hess	8,058	1,010,625	0.13
Home Depot	6,502	1,608,946	0.20
Ingersoll Rand	23,940	1,249,615	0.16
Intel	18,379	534,558	0.07
Johnson & Johnson	12,245	1,562,942	0.20
JPMorgan Chase	12,099	1,437,844	0.18
Kimco Realty	104,360	1,503,988	0.19
Linde	4,063	1,240,121	0.16
Mastercard	4,193	1,360,187	0.17
Merck	10,380	875,864	0.11
Meta Platforms	5,663	1,392,656	0.18
Microsoft	19,391	5,015,716	0.63
Morgan Stanley	14,303	957,400	0.12

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
United States (continued)			
Netflix	1,706	527,419	0.07
NVIDIA	6,347	2,261,374	0.29
Palo Alto Networks	2,136	410,260	0.05
Pfizer	22,283	605,569	0.08
Philip Morris International	12,816	972,212	0.12
Procter & Gamble	12,259	1,465,094	0.18
PulteGroup	14,590	885,883	0.11
Realty Income	31,230	1,277,806	0.16
Salesforce	4,568	758,844	0.10
SS&C Technologies	25,294	1,088,603	0.14
Teledyne Technologies	3,535	1,183,344	0.15
Tesla	7,613	1,560,773	0.20
Thermo Fisher Scientific	2,593	1,075,801	0.14
Trimble	29,616	1,307,370	0.17
UnitedHealth	3,699	1,528,150	0.20
Visa	8,273	1,559,368	0.20
Walt Disney	11,948	793,499	0.10
Wells Fargo	24,927	834,474	0.11
Westinghouse Air Brake Technologies	17,531	1,526,377	0.19
		73,633,067	9.33
Total Equities		258,443,384	32.69
Collective Investment Schemes 3.56% (8.64%)			
iShares Core GBP Bond UCITS ETF**	241,804	28,179,838	3.56
		28,179,838	3.56
Futures -0.04% (-0.05%)			
BP Dec'23	(847)	1,073,800	0.14
EURO/GBP Dec'23	(19)	(13,775)	-
FTSE 100 Index Dec'23	(307)	16,845	-
GBP/Yen Dec'23	(423)	263,016	0.03
Long Glit Dec '23	(140)	247,800	0.03
MSCI Asia ex Japan Dec'23	1,112	(1,188,939)	(0.15)
MSCI Europe ex UK Dec'23	(103)	69,691	0.01
E-Mini S&P 500 Dec '23	(4)	30,392	-
Topix Index Dec'23	406	(808,679)	(0.10)
		(309,849)	(0.04)

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Options nil (-0.07%)			
BP Call Option Nov'23 127	379	13,585	-
BP Put Option Nov'23 124	(379)	(458,011)	(0.06)
S&P 500 Put Option Oct'23 4,375	46	416,829	0.06
		(27,597)	0.00
Portfolio of investments		740,514,504	93.67
Net other assets		50,015,214	6.33
Total net assets		790,529,718	100.00

Figures in brackets represent sector distribution at 31 March 2023.

Fixed interest securities are not listed and are valued using publicly available market data unless otherwise stated.

All equity shares are listed ordinary shares unless otherwise stated.

Collective Investment Scheme securities are not listed and are valued using publicly available market data unless otherwise stated.

Futures and option securities are derivative instruments listed on recognised exchanges.

* Related party to the Fund.

** Collective Investment Scheme securities which are exchange traded funds listed on recognised exchanges.

Statistical information (unaudited)*for the six months ended 30 September 2023*

		R Income Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	7,916,917	8,612,312	10,044,188	11,435,152
Closing number of shares	3,403,112	3,612,704	3,915,646	4,415,619
Net asset value per shares(p)	232.64	238.39	256.51	258.97
Prices				
Highest share price (p)	240.3	258.2	271.3	265.6
Lowest share price (p)	226.6	217.4	249.1	227.1
		R Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	401,152,093	431,664,306	505,689,538	534,552,682
Closing number of shares	135,073,563	143,493,819	159,067,248	168,525,670
Net asset value per shares(p)	296.99	300.82	317.91	317.19
Prices				
Highest share price (p)	303.2	320.0	333.7	324.5
Lowest share price (p)	287.8	272.0	307.5	275.4
		S Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	381,460,708	393,391,377	424,336,355	400,122,617
Closing number of shares	211,409,153	215,240,640	219,700,982	207,715,582
Net asset value per shares(p)	180.44	182.77	193.14	192.63
Prices				
Highest share price (p)	184.2	194.4	202.7	197.0
Lowest share price (p)	174.8	165.3	186.8	167.2

Statistical information (continued)*for the six months ended 30 September 2023***Ongoing Charges Figure (OCF)**

The OCF provides investors with a clearer picture of the total annual costs in running a Collective Investment Scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depositary, custody, FCA, taxation services, audit fees and transaction charges. Collectively these fees are known as other expenses.

Expense Type	Period to 30.09.2023	Year to 31.03.2023
R Income Shares		
ACD's periodic charge	0.55%	0.55%
Other expenses	0.02%	0.02%
Ongoing charges figure*	0.57%	0.57%
R Accumulation Shares		
ACD's periodic charge	0.55%	0.55%
Other expenses	0.02%	0.02%
Ongoing charges figure*	0.57%	0.57%
S Accumulation Shares		
ACD's periodic charge	0.55%	0.55%
Other expenses	0.02%	0.02%
Ongoing charges figure*	0.57%	0.57%

*The current period OCF is annualised based on the fees suffered during the accounting period.

Financial Statements - Santander Max 50% Shares Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Income				
Net capital losses		(20,067,467)		(121,075,875)
Revenue	13,372,524		11,882,852	
Expenses	(2,287,537)		(2,511,555)	
Interest payable and similar charges	(184,326)		(259,232)	
Net revenue before taxation	10,900,661		9,112,065	
Taxation	(1,575,384)		(958,044)	
Net revenue after taxation		9,325,277		8,154,021
Total return before distributions		(10,742,190)		(112,921,854)
Distributions		(9,326,644)		(8,154,021)
Change in net assets attributable to shareholders from investment activities		<u>(20,068,834)</u>		<u>(121,075,875)</u>

Statement of change in net assets attributable to shareholders (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Opening net assets attributable to shareholders		833,667,995*		940,070,081
Amounts receivable on issue of shares	9,465,261		3,918,612	
Amounts payable on cancellation of shares	(41,714,221)		(37,812,279)	
		(32,248,960)		(33,893,667)
Dilution adjustment		34,008		27,120
Change in net assets attributable to shareholders from investment activities		(20,068,834)		(121,075,875)
Retained distribution on accumulation shares		9,145,509		7,980,237
Closing net assets attributable to shareholders		<u>790,529,718</u>		<u>793,107,896*</u>

* The net assets at the start of the current period do not equal the net assets at the end of the comparative period as they are not consecutive periods.

Balance sheet (unaudited)

as at 30 September 2023

	30 September 2023 £	31 March 2023 £
Assets:		
Fixed assets:		
Investments	742,983,908	792,720,078
Current assets:		
Debtors	5,694,166	5,913,431
Cash and bank balances	90,224,352	84,013,605
Total assets	<u>838,902,426</u>	<u>882,647,114</u>
Liabilities:		
Investment liabilities	(2,469,404)	(2,845,152)
Creditors		
Bank overdrafts	(44,080,344)	(44,110,631)
Distributions payable	(42,992)	(38,433)
Other creditors	(1,779,968)	(1,984,903)
Total liabilities	<u>(48,372,708)</u>	<u>(48,979,119)</u>
Net assets attributable to shareholders	<u><u>790,529,718</u></u>	<u><u>833,667,995</u></u>

Accounting policies

The interim financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

The distribution policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

Distribution tables (unaudited)

for the six months ended 30 September 2023

Distributions on R Income Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.08.23	quarter 1	1.4417	-	1.4417	1.1871
	30.11.23	interim	1.2633	-	1.2633	1.0763
Group 2	31.08.23	quarter 1	0.7664	0.6753	1.4417	1.1871
	30.11.23	interim	0.6220	0.6413	1.2633	1.0763

Distributions on R Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.08.23	quarter 1	1.8192	-	1.8192	1.4713
	30.11.23	interim	1.6043	-	1.6043	1.3393
Group 2	31.08.23	quarter 1	1.1834	0.6358	1.8192	1.4713
	30.11.23	interim	1.3043	0.3000	1.6043	1.3393

Distributions on S Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.08.23	quarter 1	1.1053	-	1.1053	0.8993
	30.11.23	interim	0.9747	-	0.9747	0.8137
Group 2	31.08.23	quarter 1	0.6882	0.4171	1.1053	0.8993
	30.11.23	interim	0.5416	0.4331	0.9747	0.8137

Equalisation

Equalisation applies only to Group 2 shares. It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholders but must be deducted from the cost of shares for capital gains tax purposes.

Accumulation distributions

Holders of accumulation shares should add the distributions received thereon to the cost of the shares for capital gains tax purposes.

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide capital growth (to grow the value of your investment) with the potential for income over a 5+ year time horizon.

The Fund will also aim to outperform (after the deduction of fees) the following composite Target Benchmark measured over a rolling 3 year time period: 30% Markit iBoxx Sterling Non-Gilts Index TR, 25% MSCI UK Index TR, 12% MSCI Europe Ex UK Index TR, 10% ICE BofA UK Gilts All Stocks Index TR, 10% MSCI USA Index TR, 6% MSCI Japan Index TR, 4% Sterling Overnight Index Average (SONIA) and 3% MSCI AC Asia Pacific Ex Japan Index TR.

It is expected that average outperformance for the Fund will typically not be greater than 1% per annum (after the deduction of fees) in excess of the Target Benchmark measured over a rolling 3 year period, although no level of outperformance is guaranteed.

Investment Policy

The Fund is actively managed by the appointed Sub-Investment Manager and aims to achieve the investment objectives by obtaining exposure to the constituents included in the Indices which make up the Target Benchmark.

The Fund invests its assets directly, or indirectly through Derivatives or Collective Investment Schemes in the following:

- between 30% and 70% in shares in companies which are, at the time of purchase, listed. These comprise direct investment in shares or equity related securities (i.e. other investments whose value is related to shares);
- between 20% and 70% in bonds which will be, at the time of purchase, investment grade. The Fund can obtain exposure to bonds denominated in Pounds Sterling issued by companies, supnationals and other non-sovereign entities as well as bonds issued by the UK Government; and
- up to 10% in cash.

In relation to the Fund's investment in shares and bonds, the above investment limits reflect the minimum and maximum exposures the Fund can have in these asset classes. However, it is not expected that the Fund's ordinary exposure to each of these asset classes will be at the minimum or maximum amounts for sustained periods.

As exposure to shares and bonds can be obtained indirectly through Derivatives (if in the interest of realising the Fund's objectives more efficiently), investment in ancillary assets such as cash, cash like and/or money market instruments could be up to 100%, dependent on market conditions and investment views (see Investment Strategy and Process below).

As a result of the Fund's potential investment in bonds and money market instruments the Fund may have more than 35% invested in these assets issued by the UK Government.

The Fund may invest globally (including up to 15% in non-developed markets).

Up to 10% of the Fund can be invested indirectly, and for a sustained period, by purchasing units of Passively Managed Collective Investment Schemes managed by other companies (not the ACD or other companies within the Santander Group).

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Policy (continued)

The Fund will use Derivatives (including Derivatives which track the performance of an Index such as index futures) for Efficient Portfolio Management (including hedging), where Derivatives are used to either reduce risk, reduce cost, or to generate additional capital or income without materially affecting the risk profile of the Fund.

Investment Strategy and Process

The ACD has appointed one Sub-Investment Manager, based on their expertise, to manage the entire Fund and will put in place the investment guidelines which the Sub-Investment Manager must follow. In these investment guidelines the ACD will set the Sub-Investment Manager a target to outperform the Target Benchmark. Although this is calculated on a different basis to the Fund's outperformance target (i.e. before the deduction of the Fund's fees (other than transaction costs)), it is aligned with the investment objectives of the Fund overall. In addition, the investment guidelines agreed with the Sub-Investment Manager include risk management measures which will reference the Target Benchmark (described below).

The ACD has in place an internal analysis and due diligence process to monitor the Sub-Investment Manager's management of the Fund, and it can change the Sub-Investment Manager at its discretion if it believes that this is in the best interests of Shareholders in the Fund.

The Sub-Investment Manager actively manages the Fund which means it exercises its discretion when making its investment decisions. In aiming to achieve the Fund's investment objectives the Sub-Investment Manager uses an internal systematic, rules-based investment process to inform the exposure it will seek in each type of asset (represented by each Index in the Target Benchmark). The Sub-Investment Manager decides whether to implement its investment decision based on the output of the systematic, rules-based investment process.

It is expected that the average outperformance for the Fund will typically not be greater than 1% per annum (after the deduction of fees) in excess of the Target Benchmark measured over a rolling 3 year period, although no level of outperformance is guaranteed.

The Sub-Investment Manager's investment process seeks exposure only to constituents included in the Indices which make up the composite Target Benchmark. It will attempt to achieve the investment objectives with similar volatility (how much the returns of the Fund's investments fluctuate around their average return) and lower draw down (the amount of the decline in value of the Fund's investments from their previous highest value) when compared to the Target Benchmark, but this is not guaranteed.

The Sub-Investment Manager's systematic, rules-based investment process does not consider individual assets or sectors, but instead informs the exposure the Fund will seek in each type of asset (represented by each Index in the Target Benchmark) by using the following strategies:

- (1) the "Risk Parity Strategy", the main goal of which is to generate less volatile returns (but not by a set amount) than the Target Benchmark for the Fund over a 5+ year time horizon. This strategy involves selecting shares and bonds such that each

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

type of asset (represented by Indices in the Target Benchmark) contributes an equal amount of volatility. This strategy will be applied to 35% of the Fund. The Risk Parity Strategy employed by the Sub-Investment Manager does not use borrowing or leverage; and

- (2) the “Momentum Strategy”, which is the principal way in which the Sub-Investment Manager aims to outperform the Target Benchmark. This strategy seeks exposure to those shares and bonds (represented by Indices in the Target Benchmark) whose returns have been more favourable when measured over specific time periods, compared to other Indices in the Target Benchmark. In addition, the strategy takes into consideration the consistency and stability of returns over time and favours those types of shares and bonds with higher and more stable returns. The strategy does not take account of why the return has been more favourable. This strategy will be applied to 65% of the Fund.

Cash can also be held in either of the above strategies.

The systematic investment process will inform the exposure to each type of asset (represented by each Index in the Target Benchmark), and decide how to most efficiently implement the proposed investment decision(s) for review and process by the Sub-Investment Manager (an “Active Investment Decision”).

Whilst in efficiently implementing its Active Investment Decision the Sub-Investment Manager will only obtain exposure to constituents included in the Indices in the Target Benchmark, it is not constrained by the amount allocated to each Index in the composite Target Benchmark (for example, more than 10% of the Fund could be exposed to the MSCI USA Index TR even though this makes up 10% of the Target Benchmark). Neither is the Fund required to always have exposure to each Index within the Target Benchmark. This freedom allows the Sub-Investment Manager to seek to outperform the returns of the Target Benchmark and therefore generate capital growth with the potential for income for the Fund.

In implementing its Active Investment Decision, the Sub-Investment Manager will seek to efficiently replicate the performance of the relevant Indices. As part of the overall investment process consideration will be given to the key characteristics that drive the performance of each Index and replication will be via investment in significantly fewer constituents than the total number of constituents of each Index and in different weights.

The Sub-Investment Manager will also obtain exposure to each Index through holding Derivatives which track the performance of an Index (such as index futures). The Sub-Investment Manager will combine its investments in shares and equity-related securities, if it considers that the combination might more efficiently realise the Fund’s investment objectives. As a result, generally, the Fund will both invest directly in shares, and indirectly via Derivatives (i.e. equity index futures), for Efficient Portfolio Management, to achieve its exposure to equity markets as well as for hedging purposes. The Fund may have long and short Derivative positions (i.e. buy or sell a Derivative with the expectation that the underlying asset will rise or fall in value), but will only be net long when long and short positions are combined.

Whilst the Sub-Investment Manager’s investment strategy favours Derivative use for seeking exposure to shares, Derivatives may also be held to seek exposure to bonds for efficient portfolio management. This means that a substantial amount, or even all, of the Fund may be held in cash, cash like and/or money market instruments for the purpose of managing the exposure

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

created by Derivative use. The market exposure as a result of holding these Derivatives will be limited to 100% of the Net Asset Value of the Fund. These cash, cash like and money market instruments may not be included in the Target Benchmark. The Fund may use Derivatives extensively but the level of the Fund's use of Derivatives will fluctuate dependent on the investment decision being implemented. As the Fund is not constrained by the amount allocated to each Index in the Target Benchmark, the level of exposure the Fund is seeking to each Index will also change.

The Sub-Investment Manager may also obtain exposure to each Index through holding Passively Managed Collective Investment Schemes which invest in the relevant Index (for up to 10% of the Fund).

To help monitor the Fund, the Sub-Investment Manager will consider a range of risk measures, which may inform its investment processes. Some measures will reference the Target Benchmark.

Further Information

The Indices which together make up the Target Benchmark have been selected as they include the types of assets the Fund will invest in.

The Indices are provided by IHS Markit Benchmark Administration Limited, MSCI Limited, ICE Benchmark Administration Limited and the Bank of England respectively. The IHS Markit Benchmark Administration Limited, MSCI Limited and ICE Benchmark Administration Limited are on the public register of administrators and benchmarks established and maintained by the FCA (this register does not apply to the Bank of England).

In respect of the Fund's objective to outperform the Target Benchmark after the deduction of fees, the term "fees" includes all fees, costs, charges, expenses and liabilities which are deducted from the value of the Fund's property for the purpose of calculating its NAV.

If the ACD considers that the Fund's Target Benchmark should be amended as a result of changes to, or evolution of, external market conditions and provided there is no material change to the risk profile of the Fund, it may implement this change after providing Shareholders with reasonable notice in advance.

Please see the Risk Factor section of the Prospectus for details of the specific risks associated with the systematic, rules-based investment process.

The Fund has a Risk Category of Medium in accordance with Santander UK plc's Risk Categorisation Process. The General Information and Glossary of Terms at the start of this Appendix 1 explains what this means.

The Fund operates with an OCF cap, which means that the ACD will aim to keep the cost of investing in it, excluding transaction costs, below a predetermined level. There may be circumstances where this cap is exceeded due to external factors such as an increase in the fees associated with the Fund's investment in Collective Investment Schemes, in which case the ACD will aim to bring fees back below it as soon as reasonably possible and fund any excess OCF costs over the OCF Cap.

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Further Information (continued)

Variable remuneration of those individuals employed by the ACD who are responsible for the selection and ongoing oversight of the Sub-Investment Manager, is determined by assessing a number of different factors. Insofar as these relate to the investment performance of the Fund, any assessment may be made by comparing Fund performance relative to the Target Benchmark.

The base currency of the Fund is UK Sterling.

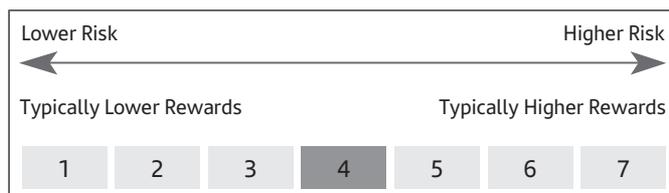
Sub-Investment Manager

Santander Asset Management, S.A, SGIC

Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks include: Bond risk, counterparty risk, country risk, currency risks, derivatives risk, liquidity risk, non-developed market risk, number-based model risks and stock market risk. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective. The Fund does not borrow in the normal course of business. Please refer to the Prospectus for further information.

Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the Fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance

Capital Growth

Percentage price change from 30 September 2018 to 29 September 2023		
	Annualised	Cumulative
Santander Max 70% Shares Portfolio R Accumulation Shares	1.46%	7.54%
Santander Max 70% Shares Portfolio S Accumulation Shares	1.55%	7.99%
Percentage price change from 30 September 2020 to 29 September 2023		
	Annualised	Cumulative
Santander Max 70% Shares Portfolio R Accumulation Shares	1.73%	5.27%
Santander Max 70% Shares Portfolio S Accumulation Shares	1.77%	5.41%
30% Markit iBoxx Sterling Non-Gilts Index TR, 25% MSCI UK Index TR, 12% MSCI Europe Ex UK Index TR, 10% ICE BofA UK Gilts All Stocks Index TR, 10% MSCI USA Index TR, 6% MSCI Japan Index TR, 4% Sterling Overnight Index Average (SONIA) and 3% MSCI AC Asia Pacific Ex Japan Index TR*	3.48%	10.81%
Percentage price change from 31 March 2023 to 29 September 2023		
Santander Max 70% Shares Portfolio R Accumulation Shares	-0.24%	
Santander Max 70% Shares Portfolio S Accumulation Shares	-0.25%	
30% Markit iBoxx Sterling Non-Gilts Index TR, 25% MSCI UK Index TR, 12% MSCI Europe Ex UK Index TR, 10% ICE BofA UK Gilts All Stocks Index TR, 10% MSCI USA Index TR, 6% MSCI Japan Index TR, 4% Sterling Overnight Index Average (SONIA) and 3% MSCI AC Asia Pacific Ex Japan Index TR*	0.37%	

Source Lipper - NAV at noon, bid to bid, net of fees, revenue reinvested (accumulation class only).

Source Factset- Market index returns are based on daily index valuations as at close-of-business of the relevant market and are not subject to fees.

Past performance is not a guarantee of future performance. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.

*The constituents of the Target Benchmark were updated with effect from 22 December 2021.

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Review

Evidence emerged towards the end of the reporting period indicating interest rates will remain higher for longer than expected dampening investor attitudes, helping erase most of the gains that shares⁵³ had made since March.⁵⁴

The performance of stock markets diverged, with US⁵⁵, UK⁵⁶ and Japanese⁵⁷ shares rising, while those of the Eurozone⁵⁸ and China⁵⁹ fell. Developed countries government bond yields rose⁶⁰, leading to falling prices, given that bond prices and yields move in opposite directions. Yields on bonds issued by companies in developed nations also increased.⁶¹

So far, the US economy has been able to withstand higher interest rates, maintaining strong levels of economic growth and maintaining a near record low unemployment rate.⁶² While inflation remains above the levels targeted by the US Federal Reserve (Fed), it rose at its weakest monthly pace since 2020 in September.⁶³

Data released in late September revealed that the UK economy had rebounded faster from the COVID-19 pandemic than economists had predicted.⁶⁴ The Eurozone's economy was less fortunate, with a survey of business leaders indicating the region deteriorated in September.⁶⁵ The European Central Bank (ECB) raised interest rates to their highest level since the launch of the Euro⁶⁶, while data released later in September showed inflation declined to its lowest level since October 2021.⁶⁷

While China's economy has shown signs of recovery, aided by several government and central bank measures designed to bolster consumer and business confidence, the Asian Development Bank cut its 2023 growth forecast due to an ongoing property crisis. Economists and analysts have also said more needs to be done to hit the government's growth target.⁶⁸

During the period, Japan's Nikkei 225 Index, which tracks the 225 largest companies listed on the Tokyo Stock Exchange, rose to a 33-year high. In April, billionaire investor Warren Buffett expressed his optimism regarding Japanese shares while expanding his investments in the country.⁶⁹ Foreign investors are attracted by strong corporate earnings, reforms by the Tokyo Stock Exchange and a weaker yen, which is making Japanese exports more competitive.⁷⁰

⁵³ S&P Global BMI, 30 September, 2023

⁵⁴ Forbes, 29 September 2023

⁵⁵ S&P 500 Index, 30 September 2023

⁵⁶ FTSE 100 Index, 30 September 2023

⁵⁷ Nikkei 225 Index, 30 September 2023

⁵⁸ EURO STOXX 50 Index, 30 September 2023

⁵⁹ Shanghai Composite Index, 30 September 2023

⁶⁰ S&P Global Developed Sovereign Bond Index, 30 September 2023

⁶¹ S&P Global Developed Corporate Bond Index, 30 September 2023

⁶² Reuters, 28 September 2023

⁶³ Bloomberg, 29 September 2023

⁶⁴ BBC, 29 September 2023

⁶⁵ HCOB Flash Eurozone PMI, 22 September 2023

⁶⁶ The Guardian, 14 September 2023

⁶⁷ Euronews, 29 September 2023

⁶⁸ Reuters, 30 September 2023

⁶⁹ CNBC, 5 May 2023

⁷⁰ CNBC, 26 June 2023

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period)

The Fund's objective is to provide capital growth with the potential for income over a period of five or more years. It aims to outperform (after fees) the target benchmark over a rolling three-year period. Average outperformance will typically not exceed 1% per year, which isn't guaranteed.

The Fund is actively managed by a sub-investment manager, which uses a data-driven, systematic and rules-based approach. The process relies on advanced computer modelling techniques to construct investment portfolios. In this case, the model applies two strategies: risk parity and momentum.

The risk parity strategy involves the model seeking to balance the level of volatility of, and correlation between, each asset class in a portfolio. The momentum strategy involves the model choosing assets with the most substantial growth potential over the medium to long term, while opportunistically seeking favourable entry and exit points for investments in the short term. The momentum model has more relevance to the Max 70% Shares Portfolio, as 65% of the Fund's investment approach is determined by this model.

The Retail Accumulation Share Class made a cumulative return of 7.54% (1.46% annualised) over the five years, while the S Accumulation shares returned 7.99% (1.55% annualised).

Over the past three years, the Retail Accumulation Share Class delivered a cumulative return of 5.27% (1.73% annualised), and the S Accumulation shares returned 5.41% (1.77% annualised). The Fund underperformed the target benchmark, which made a cumulative return of 10.81% (3.48% annualised) during the same period.

From 14 January 2022 the Fund transitioned to a new investment strategy, with performance prior to this date having been achieved under different circumstances that no longer apply.

The Fund's past performance was limited by its investments in smaller UK companies and its underweight holdings in larger firms in energy and mining, relative to the benchmark. Smaller UK companies depend more on the UK economy, whereas larger businesses earn most of their income overseas, so are affected less by disruption in the local economy.

Over the six months through 30 September 2023, the Retail Accumulation Share Class returned -0.24%, and the S Accumulation shares delivered a return of -0.25%. The target benchmark returned 0.37%.

Between the end of March and the end of May, the Fund delivered a higher return than its benchmark. However, since June the performance began to lag. This was mainly due to the recovery in those asset classes where the Fund held a heavy underweight exposure, relative to the benchmark - meaning the Fund held fewer of these assets than the benchmark in UK shares and highly rated corporate bonds. An improvement in UK market conditions led to an upswing in the performance of these assets, and the Fund's performance suffered as a result.

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period) (continued)

UK bond yields fell after data showed inflation fell more than expected in June⁷¹, slowed sharply in July⁷² and then unexpectedly fell even further in August.⁷³ While yields offered by highly rated company bonds rose between the end of June and September, the gap between their yields and those of government bonds shrank, indicating that investors saw less risk than usual in buying company bonds.⁷⁴

An overweight position in Asia Pacific (excluding Japan) investments was weighed down by a drop in Chinese stock markets and so ultimately hampered the Fund's performance.⁷⁵ Positive performances of markets where the Fund held overweight positions, such as the US⁷⁶ and Japan⁷⁷, weren't enough to compensate for the drop in the Asia Pacific.⁷⁸

During the period, the sub-investment manager exercised its discretion by purchasing financial contracts that would help protect the Fund against weakness in the US dollar. The Fund is overweight most currencies when compared with the benchmark, and the dollar accounts for the largest position. This decision meant the Fund would be more protected against fluctuations in the dollar's value.

After starting at the end of March with an underweight position in shares and slight overweight position in bonds, the model increased the Fund's holdings of shares by the end of the period while increasing the size of its underweight position in bonds.

Market Outlook

Systematic models remove bias from decision-making in the investment process, eliminating political, economic and cultural considerations and focusing solely on data. The models consider only changing relationships between bonds and shares, both at an overall level and, importantly, at a regional level relative to each other, when making investment decisions.

At Santander Asset Management the Manager anticipates a gradual decrease in inflation over the next 12 months. The Manager believes interest rates appear to be approaching or at their peak and would expect the models to maintain the portfolio preference for bonds, relative to the comparator benchmark. The models will navigate between bond and equity markets taking opportunities identified from the market data to add value.

The models have indicated a slight preference for government bonds over corporate, high-yield, and emerging market bonds. Bond yields are unlikely to increase significantly, and any potential decrease will be accompanied by higher prices as bond prices and yields move in opposite directions.

⁷¹ CNBC, 19 July 2023

⁷² Reuters, 16 August 2023

⁷³ Associated Press, 20 September 2023

⁷⁴ S&P US Dollar Global High Yield Corporate Bond Index, 30 September 2023

⁷⁵ S&P China BMI, 30 September 2023

⁷⁶ S&P 500 Index, 30 September 2023

⁷⁷ Nikkei 225 Index, 30 September 2023

⁷⁸ S&P Eurozone BMI, 30 September 2023

Santander Max 70% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Outlook (continued)

However, if inflation remains stubbornly high and doesn't decrease as predicted, central banks might begin raising interest rates again. This could cause instability in bond markets and a drop in share values.

Robert McElvanney

Head of UK Front Office

For and on behalf of Santander Asset Management UK Limited

October 2023

Summary of material portfolio changes (unaudited)

for the six months ended 30 September 2023

Purchases	Cost £	Sales	Proceeds £
iShares Core GBP Bond UCITS ETF	118,415,354	iShares Core GBP Bond UCITS ETF	131,210,301
UK Treasury 1% 2024	32,255,423	UK Treasury 0.75% 2023	57,261,448
UK Treasury 2.25% 2023	21,922,780	UK Treasury 2.25% 2023	22,000,000
UK Treasury 2.75% 2024	21,656,368	Cooperatieve Rabobank UA 1.875% 2028	5,493,888
Kreditanstalt fuer Wiederaufbau 3.75% 2027	8,419,147	Toyota Motor Credit 0.75% 2025	5,039,510
UK Treasury 0.125% 2024	6,759,396	Pfizer 2.735% 2043	3,874,860
BHP Billiton Finance 3.25% 2024	5,970,259	UBS 2.125% 2025	3,498,202
Severn Trent Utilities Finance 6.25% 2029	3,790,525	Anheuser-Busch InBev 2.85% 2037	3,389,936
ABN AMRO Bank 5.25% 2026	3,689,307	Electricite de France 5.5% 2041	3,186,504
Telefonica Emisiones 5.445% 2029	3,678,836	Investor AB	3,151,898
Annington Funding 3.184% 2029	3,216,769	AT&T 2.9% 2026	3,134,180
Volvo	3,167,116	adidas	3,047,811
Kimco Realty	2,871,110	Infineon Technologies	2,706,459
Safran	2,683,739	Camden Property Trust	2,621,351
European Investment Bank 3.875% 2037	2,674,516	CRH	2,608,133
Duke Energy	2,548,170	CenterPoint Energy	2,524,001
Realty Income	2,547,123	EQUITABLE HOLDIN USD 0.01_no match	2,400,515
UBS	2,393,573	VICI PROPERTIES USD 0.01_no match	2,226,048
American Financial	2,339,321	AT&T 7% 2040	2,145,756
Banco Bilbao Vizcaya Argentaria	2,248,945	METLIFE INC USD 0.01_no match	2,121,129
Total cost of purchases for the period	<u>303,716,794</u>	Total proceeds from sales for the period	<u>336,789,297</u>

Portfolio statement (unaudited)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Fixed interest securities 34.59% (34.96%)			
AAA to AA 7.05% (20.56%)			
Allianz Finance II 4.5% 2043	£1,400,000	1,257,033	0.12
CPPIB Capital 1.625% 2071	£2,985,000	1,093,704	0.10
European Investment Bank 1% 2026	£3,933,000	3,517,328	0.32
European Investment Bank 1.375% 2025	£5,000,000	4,739,200	0.44
European Investment Bank 3.875% 2037	£2,858,000	2,575,982	0.24
European Investment Bank 6% 2028	£3,600,000	3,799,926	0.35
Inter-American Development Bank 1.25% 2025	£3,368,000	3,097,314	0.29
Inter-American Development Bank 1.375% 2024	£4,900,000	4,664,653	0.43
International Bank for Reconstruction & Development 0.25% 2026	£2,800,000	2,457,952	0.23
International Bank for Reconstruction & Development 0.75% 2026	£3,400,000	2,990,487	0.28
International Development Association 0.75% 2028	£3,529,000	2,909,513	0.27
Kreditanstalt fuer Wiederaufbau 1.375% 2024	£4,945,000	4,714,077	0.44
Kreditanstalt fuer Wiederaufbau 3.75% 2027	£8,799,000	8,452,583	0.78
Kreditanstalt fuer Wiederaufbau 6% 2028	£2,500,000	2,638,304	0.24
LCR Finance 5.1% 2051	£668,000	664,784	0.06
Lloyds Bank 4.875% 2027	£2,994,000	2,952,411	0.27
Lloyds Bank 5.125% 2025	£1,800,000	1,790,260	0.17
Lloyds Bank 6% 2029	£1,500,000	1,560,900	0.14
Network Rail Infrastructure Finance 4.75% 2035	£2,576,000	2,521,114	0.23
Santander UK 5.75% 2026*	£7,188,000	7,240,396	0.67
SNCF Reseau 5% 2052	£1,200,000	1,078,098	0.10
Southern Water Services Finance 6.192% 2029	£1,963,000	1,940,279	0.18
State of North Rhine-Westphalia Germany 0.625% 2024	£3,400,000	3,202,936	0.30
University of Oxford 2.544% 2117	£1,200,000	569,816	0.05
Walmart 5.625% 2034	£2,300,000	2,366,937	0.22
Wellcome Trust 2.517% 2118	£2,944,000	1,397,593	0.13
		<hr/>	
		76,193,580	7.05
AA- to A+ 14.75% (1.44%)			
Banque Federative du Credit Mutuel 1.75% 2024	£3,300,000	3,134,373	0.29
Equinor 6.875% 2031	£1,700,000	1,849,777	0.17
Nestle 2.5% 2032	£3,000,000	2,462,880	0.23
OP Corporate Bank 3.375% 2026	£3,000,000	2,846,970	0.26
UK Treasury 0.125% 2028	£9,187,000	7,674,590	0.71
UK Treasury 0.375% 2030	£14,517,000	11,081,189	1.03
UK Treasury 0.625% 2025	£11,605,000	10,856,071	1.00
UK Treasury 0.625% 2035	£13,802,000	8,877,101	0.82
UK Treasury 0.625% 2050	£11,564,000	4,264,514	0.40
UK Treasury 0.875% 2029	£15,855,000	13,019,730	1.20
UK Treasury 1.25% 2027	£8,566,000	7,641,943	0.71

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
AA- to A+ (continued)			
UK Treasury 1.25% 2041	£8,433,000	4,853,824	0.45
UK Treasury 1.5% 2026	£10,449,000	9,649,599	0.89
UK Treasury 1.5% 2047	£11,542,000	6,095,042	0.56
UK Treasury 1.625% 2054	£5,803,000	2,833,460	0.26
UK Treasury 1.75% 2037	£9,785,000	6,876,653	0.64
UK Treasury 2% 2025	£11,691,000	11,112,354	1.03
UK Treasury 3.5% 2045	£11,706,000	9,563,509	0.88
UK Treasury 3.5% 2068	£7,208,000	5,598,273	0.52
UK Treasury 3.75% 2052	£5,453,000	4,512,221	0.42
UK Treasury 4% 2060	£8,398,000	7,279,176	0.67
UK Treasury 4.25% 2032	£8,868,000	8,820,867	0.82
UK Treasury 4.25% 2039	£7,129,000	6,729,598	0.62
Westfield Stratford City Finance NO 2 1.642% 2031	£2,100,000	1,831,175	0.17
		159,464,889	14.75
A to A- 2.71% (2.75%)			
ABN AMRO Bank 5.25% 2026	£3,700,000	3,655,267	0.34
Aspire Defence Finance 4.674% 2040	£483,504	440,144	0.04
AXA 5.453% 2172	£1,789,000	1,722,002	0.16
Bank of America 1.667% 2029	£3,700,000	3,058,642	0.28
Bank of America 7% 2028	£3,300,000	3,476,630	0.32
Clarion Funding 3.125% 2048	£3,650,000	2,281,272	0.21
GlaxoSmithKline Capital 1.625% 2035	£2,900,000	1,949,146	0.18
GlaxoSmithKline Capital 4.25% 2045	£1,000,000	810,678	0.07
GlaxoSmithKline Capital 5.25% 2033	£1,000,000	992,928	0.09
HSBC 1.75% 2027	£2,100,000	1,853,972	0.17
JPMorgan Chase & 0.991% 2026	£3,452,000	3,200,125	0.30
JPMorgan Chase & 1.895% 2033	£1,400,000	1,031,208	0.10
London & Quadrant Housing Trust 5.5% 2040	£2,300,000	2,155,833	0.20
THFC Funding No 3 5.2% 2045	£3,000,000	2,701,759	0.25
		29,329,606	2.71
BBB+ to BBB 9.20% (9.43%)			
Annington Funding 3.184% 2029	£3,932,000	3,267,162	0.30
Annington Funding 3.935% 2047	£2,524,000	1,695,999	0.16
AT&T 4.875% 2044	£1,940,000	1,560,608	0.14
Banco Santander 2.25% 2032*	£4,400,000	3,612,222	0.33
Barclays 1.7% 2026	£3,700,000	3,354,272	0.31
Barclays 3% 2026	£2,600,000	2,393,400	0.22
Barclays 3.25% 2033	£3,500,000	2,693,954	0.25
BAT International Finance 4% 2026	£4,250,000	4,037,306	0.37

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
BNP Paribas 2% 2031	£2,100,000	1,827,000	0.17
BP Capital Markets 4.25% 2172	£1,119,000	992,170	0.09
Cadent Finance 2.125% 2028	£3,700,000	3,125,884	0.29
Cooperatieve Rabobank UA 4.625% 2029	£3,150,000	2,859,487	0.26
E.ON International Finance 6.125% 2039	£900,000	884,314	0.08
E.ON International Finance 6.25% 2030	£2,300,000	2,347,167	0.22
E.ON International Finance 6.75% 2039	£800,000	830,692	0.08
Electricite de France 5.125% 2050	£1,800,000	1,412,075	0.13
Electricite de France 6.125% 2034	£2,700,000	2,603,608	0.24
Enel 5.75% 2037	£1,252,000	1,192,245	0.11
Enel Finance International 1% 2027	£3,700,000	3,095,334	0.29
Enel Finance International 5.75% 2040	£1,543,000	1,442,747	0.13
Engie 5% 2060	£2,500,000	2,061,444	0.19
GE Capital UK Funding Unlimited 5.875% 2033	£1,500,000	1,471,474	0.14
General Motors Financial 2.35% 2025	£2,250,000	2,091,622	0.19
Goldman Sachs 1% 2025	£2,690,000	2,530,065	0.23
Goldman Sachs 1.5% 2027	£2,800,000	2,359,925	0.22
Goldman Sachs 3.125% 2029	£2,500,000	2,160,711	0.20
Heathrow Funding 4.625% 2046	£1,100,000	854,397	0.08
Heathrow Funding 5.875% 2043	£2,600,000	2,439,273	0.23
HSBC 6% 2040	£1,500,000	1,320,085	0.12
HSBC 7% 2038	£1,400,000	1,362,775	0.13
Imperial Brands Finance 5.5% 2026	£2,950,000	2,894,328	0.27
Intesa Sanpaolo 2.625% 2036	£1,900,000	1,230,120	0.11
M&G 5.625% 2051	£2,700,000	2,401,226	0.22
National Grid Electricity Distribution West Midlands 5.75% 2032	£2,000,000	1,964,677	0.18
Orange 3.25% 2032	£2,600,000	2,212,091	0.20
Phoenix 5.625% 2031	£1,700,000	1,494,507	0.14
Sage 2.875% 2034	£2,100,000	1,596,714	0.15
Severn Trent Utilities Finance 6.25% 2029	£3,650,000	3,690,352	0.34
Thames Water Utilities Finance 5.125% 2037	£2,890,000	2,359,821	0.22
Thames Water Utilities Finance 5.5% 2041	£900,000	728,451	0.07
Verizon Communications 1.125% 2028	£3,052,000	2,444,187	0.23
Verizon Communications 3.375% 2036	£4,000,000	3,027,019	0.28
Volkswagen Financial Services 2.125% 2028	£2,600,000	2,193,828	0.20
Volkswagen Financial Services 4.25% 2025	£1,200,000	1,155,060	0.11
Wells Fargo 2% 2025	£4,950,000	4,607,542	0.43
Wells Fargo 2.5% 2029	£2,000,000	1,655,496	0.15
		99,534,836	9.20

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Below BBB to unrated 0.88% (0.78%)			
Lloyds Banking 2.707% 2035	£2,100,000	1,554,512	0.14
NatWest 3.622% 2030	£1,300,000	1,219,728	0.11
Telefonica Emisiones 5.445% 2029	£3,700,000	3,611,078	0.34
Tesco Corporate Treasury Services 2.75% 2030	£2,668,000	2,193,476	0.20
Tesco Property Finance 1 7.6227% 2039	£445,427	474,682	0.04
Tesco Property Finance 4 5.8006% 2040	£551,740	514,428	0.05
		9,567,904	0.88
Total Fixed interest securities		374,090,815	34.59
Money Market Securities 10.42% (9.08%)			
BHP Billiton Finance 3.25% 2024	£6,129,000	5,995,168	0.56
UK Treasury 0.125% 2024	£29,684,253	29,193,720	2.70
UK Treasury 1% 2024	£57,078,000	55,774,624	5.16
UK Treasury 2.75% 2024	£22,143,000	21,670,579	2.00
		112,634,091	10.42
Equities 43.46% (43.93%)			
Belgium 0.34% (0.42%)			
Groupe Bruxelles Lambert	59,702	3,654,210	0.34
Denmark 0.64% (0.64%)			
Novo Nordisk	80,312	6,061,283	0.56
Vestas Wind Systems	50,694	893,629	0.08
		6,954,912	0.64
Finland 0.17% (nil)			
Stora Enso	177,317	1,830,389	0.17
France 2.80% (2.83%)			
Air Liquide	32,848	4,553,358	0.42
Airbus	17,940	1,975,143	0.18
BNP Paribas	59,412	3,114,389	0.29
L'Oreal	7,532	2,569,034	0.24
LVMH Moet Hennessy Louis Vuitton	9,043	5,619,713	0.52
Safran	22,063	2,844,764	0.26
Sanofi	29,364	2,581,322	0.24

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
France (continued)			
Schneider Electric	21,660	2,949,503	0.27
TotalEnergies	76,478	4,133,050	0.38
		30,340,276	2.80
Germany 1.80% (2.64%)			
Allianz	30,801	6,034,356	0.56
Deutsche Telekom	137,792	2,378,131	0.22
Infineon Technologies	47,448	1,290,126	0.12
Mercedes-Benz	33,790	1,930,145	0.18
SAP	34,736	3,699,589	0.34
Siemens	21,379	2,520,304	0.23
Volkswagen	17,552	1,659,584	0.15
		19,512,235	1.80
Italy 0.24% (0.37%)			
Enel	510,260	2,576,087	0.24
Jersey 0.55% (1.05%)			
Experian	220,489	5,933,359	0.55
Netherlands 0.76% (1.56%)			
Adyen	1,145	700,925	0.06
ASML	8,777	4,256,784	0.39
Heineken	34,588	2,134,747	0.20
Prosus	49,618	1,201,713	0.11
		8,294,169	0.76
Norway 0.23% (0.25%)			
DNB Bank	149,858	2,487,701	0.23
Republic of Ireland 0.18% (0.44%)			
CRH	44,223	2,008,608	0.18
Spain 0.72% (0.68%)			
Banco Bilbao Vizcaya Argentaria	359,739	2,404,709	0.22
Banco Santander EUR 0.5*	769,258	2,414,608	0.22
Iberdrola	330,636	3,038,765	0.28
		7,858,082	0.72
Sweden 0.66% (0.83%)			
Atlas Copco	193,730	1,878,817	0.17

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Sweden (continued)			
Sandvik	143,652	2,183,981	0.20
Volvo	184,448	3,140,135	0.29
		7,202,933	0.66
Switzerland 2.97% (2.58%)			
Alcon	27,000	1,715,445	0.16
Cie Financiere Richemont	20,418	2,048,109	0.19
Geberit	6,211	2,553,266	0.24
Glencore	1,281,682	6,021,983	0.56
Lonza	3,560	1,356,980	0.12
Nestle	72,590	6,744,424	0.62
Novartis	53,729	4,517,076	0.42
Roche	18,557	4,161,634	0.38
UBS	146,790	2,981,682	0.28
		32,100,599	2.97
United Kingdom 20.06% (19.36%)			
Anglo American	190,729	4,320,966	0.40
Ashtead	98,403	4,922,118	0.46
AstraZeneca	206,479	22,919,169	2.12
BAE Systems	573,965	5,725,875	0.53
Barclays	3,944,106	6,268,762	0.58
Barratt Developments	1,233,017	5,438,838	0.51
BP	2,639,167	14,024,534	1.30
British American Tobacco	317,334	8,176,110	0.76
Compass	444,635	8,892,700	0.82
Diageo	377,881	11,464,909	1.06
GSK	683,438	10,195,528	0.94
HSBC	2,794,824	18,023,820	1.67
Lloyds Banking	16,388,657	7,271,647	0.67
London Stock Exchange	52,066	4,286,073	0.40
National Grid	722,619	7,081,666	0.66
Prudential	600,760	5,339,555	0.49
Reckitt Benckiser	109,097	6,318,898	0.58
RELX	463,026	12,848,972	1.19
Rio Tinto	157,975	8,173,626	0.75
Shell	979,472	25,525,040	2.36
Unilever	397,033	16,125,495	1.49
Vodafone	4,551,885	3,496,758	0.32
		216,841,059	20.06

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
United States 11.34% (10.28%)			
Abbott Laboratories	22,404	1,777,195	0.16
AbbVie	11,876	1,450,749	0.13
Adobe	2,735	1,142,625	0.11
Advanced Micro Devices	10,288	866,668	0.08
Alphabet	52,167	5,590,894	0.52
Amazon.com	42,708	4,447,678	0.41
American Financial Group Inc	24,808	2,269,926	0.21
Apple	67,441	9,458,482	0.87
Applied Materials	12,518	1,419,743	0.13
Bank of America	80,050	1,795,067	0.17
Berkshire Hathaway	11,520	3,305,788	0.31
Boeing	6,044	949,372	0.09
Broadcom	2,222	1,510,771	0.14
Chevron	14,342	1,981,829	0.18
Cisco Systems	40,533	1,784,973	0.17
Comcast	43,115	1,566,277	0.15
Costco Wholesale	4,334	2,005,560	0.19
Danaher	8,822	1,794,034	0.17
Deere	2,929	905,997	0.09
Duke Energy	34,522	2,496,626	0.23
Eli Lilly	4,002	1,760,775	0.16
Exxon Mobil	24,642	2,374,459	0.22
General Electric	12,902	1,168,796	0.11
Hess	13,005	1,631,072	0.15
Home Depot	10,655	2,636,623	0.24
Ingersoll Rand	41,411	2,161,562	0.20
Intel	29,281	851,645	0.08
Johnson & Johnson	20,067	2,561,336	0.24
JPMorgan Chase	20,195	2,399,971	0.22
Kimco Realty	176,449	2,542,901	0.23
Linde	6,659	2,032,480	0.19
Mastercard	6,800	2,205,884	0.20
Merck	16,752	1,413,534	0.13
Meta Platforms	9,666	2,377,081	0.22
Microsoft	32,274	8,348,060	0.77
Morgan Stanley	24,041	1,609,233	0.15
Netflix	2,663	823,282	0.08
NVIDIA	10,594	3,774,538	0.35
Palo Alto Networks	3,501	672,434	0.06
Pfizer	38,039	1,033,758	0.10
Philip Morris International	21,877	1,659,573	0.15

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
United States (continued)			
Procter & Gamble	20,462	2,445,449	0.23
PulteGroup	23,548	1,429,800	0.13
Realty Income	51,628	2,112,410	0.20
Salesforce	7,485	1,243,422	0.12
SS&C Technologies	41,451	1,783,967	0.16
Teledyne Technologies	5,863	1,962,643	0.18
Tesla	12,586	2,580,308	0.24
Thermo Fisher Scientific	4,300	1,784,013	0.16
Trimble	48,534	2,142,487	0.20
UnitedHealth	6,175	2,551,048	0.24
Visa	13,676	2,577,773	0.24
Walt Disney	19,581	1,300,426	0.12
Wells Fargo	40,230	1,346,768	0.12
Westinghouse Air Brake Technologies	30,241	2,633,003	0.24
		122,452,768	11.34
Total Equities		470,047,387	43.46
Collective Investment Schemes 5.37% (6.71%)			
iShares Core GBP Bond UCITS ETF**	498,571	58,103,464	5.37
		58,103,464	5.37
Futures -0.21% (0.02%)			
BP currency Dec'23	(765)	969,843	0.09
EURO/GBP Dec'23	103	39,925	-
FTSE 100 Index Dec'23	(564)	(584,859)	(0.05)
GBP/Yen Dec'23	(650)	288,446	0.03
Long Gilt Dec' 23	(289)	121,380	0.01
MSCI Asia Dec'23	1,559	(1,714,721)	(0.16)
MSCI Europe Dec'23	539	(137,824)	(0.01)
S&P 500 E-Mini Dec' 23	18	(43,373)	-
Topix Index Dec'23	629	(1,236,627)	(0.12)
		(2,297,810)	(0.21)
Options -0.10% (-0.07%)			
BP Cur C/O USD 12450 03 November 23	(610)	(109,325)	(0.01)
BP Cur P/O USD 12150 03 November 23	610	296,741	0.03

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Options (continued)			
FTSE100 C/O GBP 7600 20 October 23	(420)	(497,700)	(0.05)
S&P 500 P/O USD 4425 20 October 23	(70)	(744,992)	(0.07)
		(1,055,276)	(0.10)
Portfolio of investments		1,011,522,671	93.53
Net other assets		69,963,878	6.47
Total net assets		1,081,486,549	100.00

Figures in brackets represent sector distribution at 31 March 2023.

Fixed interest securities are not listed and are valued using publicly available market data unless otherwise stated.

All equity shares are listed ordinary shares unless otherwise stated.

Collective Investment Scheme securities are not listed and are valued using publicly available market data unless otherwise stated.

Futures and option securities are derivative instruments listed on recognised exchanges.

* Related party to the Fund.

** Collective Investment Scheme securities which are exchange traded funds listed on recognised exchanges.

Statistical information (unaudited)*for the six months ended 30 September 2023*

		R Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	575,862,205	608,975,374	682,457,274	695,520,664
Closing number of shares	169,878,269	178,305,767	191,643,533	200,723,764
Net asset value per shares(p)	338.99	341.53	356.11	346.51
Prices				
Highest share price (p)	345.1	358.1	372.6	352.8
Lowest share price (p)	328.8	309.7	340.9	285.2
		S Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	505,624,344	514,444,056	516,820,081	455,361,097
Closing number of shares	254,804,347	257,315,963	247,897,992	224,776,655
Net asset value per shares(p)	198.44	199.93	208.48	202.58
Prices				
Highest share price (p)	202.0	209.6	216.6	206.2
Lowest share price (p)	192.5	181.3	199.6	166.5

Statistical information (continued)*for the six months ended 30 September 2023***Ongoing Charges Figure (OCF)**

The OCF provides investors with a clearer picture of the total annual costs in running a Collective Investment Scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depositary, custody, FCA, taxation services, audit fees and transaction charges. Collectively these fees are known as other expenses.

Expense Type	Period to 30.09.2023	Year to 31.03.2023
R Accumulation Shares		
ACD's periodic charge	0.65%	0.66%
Other expenses	0.02%	0.01%
Ongoing charges figure*	0.67%	0.67%
S Accumulation Shares		
ACD's periodic charge	0.65%	0.65%
Other expenses	0.02%	0.01%
Ongoing charges figure*	0.67%	0.66%

*The current period OCF is annualised based on the fees suffered during the accounting period.

Financial Statements - Santander Max 70% Shares Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Income				
Net capital losses		(21,272,770)		(146,202,463)
Revenue	18,286,894		17,628,696	
Expenses	(3,646,370)		(3,877,134)	
Interest payable and similar charges	(241,184)		(445,729)	
Net revenue before taxation	14,399,340		13,305,833	
Taxation	(1,703,920)		(819,888)	
Net revenue after taxation		12,695,420		12,485,945
Total return before distributions		(8,577,350)		(133,716,518)
Distributions		(12,697,517)		(12,485,915)
Change in net assets attributable to shareholders from investment activities		<u>(21,274,867)</u>		<u>(146,202,433)</u>

Statement of change in net assets attributable to shareholders (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Opening net assets attributable to shareholders		1,123,419,430*		1,199,277,355
Amounts receivable on issue of shares	16,721,723		13,400,459	
Amounts payable on cancellation of shares	(50,008,898)		(34,183,813)	
		(33,287,175)		(20,783,354)
Dilution adjustment		26,236		15,268
Change in net assets attributable to shareholders from investment activities		(21,274,867)		(146,202,433)
Retained distribution on accumulation shares		12,602,925		12,413,368
Closing net assets attributable to shareholders		<u>1,081,486,549</u>		<u>1,044,720,204*</u>

* The net assets at the start of the current period do not equal the net assets at the end of the comparative period as they are not consecutive periods.

Balance sheet (unaudited)

as at 30 September 2023

	30 September 2023 £	31 March 2023 £
Assets:		
Fixed assets:		
Investments	1,016,592,092	1,066,649,534
Current assets:		
Debtors	6,672,535	7,538,324
Cash and bank balances	73,331,509	103,179,718
Total assets	<u>1,096,596,136</u>	<u>1,177,367,576</u>
Liabilities:		
Investment liabilities	(5,069,421)	(3,603,920)
Creditors		
Bank overdrafts	(7,282,523)	(48,282,091)
Other creditors	(2,757,643)	(2,062,135)
Total liabilities	<u>(15,109,587)</u>	<u>(53,948,146)</u>
Net assets attributable to shareholders	<u><u>1,081,486,549</u></u>	<u><u>1,123,419,430</u></u>

Accounting policies

The interim financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

The distribution policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

Distribution tables (unaudited)

for the six months ended 30 September 2023

Distributions on R Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.08.23	quarter 1	2.1016	-	2.1016	1.8525
	30.11.23	interim	1.8049	-	1.8049	1.9017
Group 2	31.08.23	quarter 1	1.3096	0.7920	2.1016	1.8525
	30.11.23	interim	1.0907	0.7142	1.8049	1.9017

Distributions on S Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.08.23	quarter 1	1.2302	-	1.2302	1.0805
	30.11.23	interim	1.0566	-	1.0566	1.0983
Group 2	31.08.23	quarter 1	0.7802	0.4500	1.2302	1.0805
	30.11.23	interim	0.5688	0.4878	1.0566	1.0983

Equalisation

Equalisation applies only to Group 2 shares. It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholders but must be deducted from the cost of shares for capital gains tax purposes.

Accumulation distributions

Holders of accumulation shares should add the distributions received thereon to the cost of the shares for capital gains tax purposes.

Santander Max 100% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide a combination of capital growth (to grow the value of your investment) and income over a 5+ year time horizon.

The Fund will also aim to outperform (after the deduction of fees) the following Target Benchmark measured over a rolling 3 year time period: MSCI ACWI Net Total Return GBP Index.

Investment Policy

The Fund is actively managed and aims to achieve its objectives by obtaining exposure, of up to 100%, to a wide range of shares issued by listed companies globally (including in non-developed markets).

To obtain exposure to these shares, the Fund will invest in directly by purchasing units in Collective Investment Schemes. These can be managed by the ACD or other companies (including within the Santander Group). The Fund may invest in both Passively Managed and Actively Managed Collective Investment Schemes as detailed in "Investment Strategy and Process" below. It is intended that at least 60% of the Fund will be invested in Collective Investment Schemes but this figure could be higher depending on the ACD's investment views.

The ACD will aim to achieve the Fund's investment objectives by seeking exposure to geographies and sectors which it believes, based on its views on economic outlook and geopolitical considerations, will outperform the Target Benchmark. This is the key strategy by which the ACD seeks to outperform the Target Benchmark.

In implementing this geography and sector led strategy, it is expected that the Fund will be invested at least 70% in passive investments. Passive investments include both Passively Managed Collective Investment Schemes and Derivatives which track the performance of an index such as index futures. Up to 100% of the Fund may be held in passive investments for a sustained period, including up to 100% in Passively Managed Collective Investment Schemes. Further information on the holding of passive investments is detailed in "Investment Strategy and Process" below.

The Fund may also invest directly in shares.

The Fund may use Derivatives for Efficient Portfolio Management (including hedging) which means that Derivatives may be used to either reduce risk, reduce cost, or to generate additional capital or income without materially affecting the risk profile of the Fund. The Fund may use Derivatives extensively and their use will be consistent with the risk profile of the Fund.

The Fund has the flexibility to invest up to 10% globally (including in non-developed markets), directly and indirectly, in bonds (which may include those with a relatively low credit rating) issued by companies, governments, government bodies and supranationals, cash, cash like and other money market instruments and indirectly in real estate and commodities.

This flexibility is likely to be used at times when the ACD believes that the potential returns from exposure to shares have become less attractive, or due to adverse market conditions.

The Fund has a Risk Category of High in accordance with Santander UK plc's Risk Categorisation Process.

Santander Max 100% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Policy (continued)

The Fund operates with an OCF cap, which means that the ACD will aim to keep the cost of investing in it, excluding transaction costs, below a predetermined level. There may be circumstances where this cap is exceeded due to external factors such as an increase in the fees associated with the Fund's investment in Collective Investment Schemes, in which case the ACD will aim to bring fees back below it as soon as reasonably possible and fund any excess OCF costs over the OCF Cap.

Investment Strategy and Process

The Fund is actively managed which means that the ACD will use its discretion to select assets in accordance with its investment views and opportunities identified as market and economic conditions change.

The ACD aims to achieve the Fund's investment objectives by seeking exposure to geographies and sectors which it believes will outperform the Target Benchmark.

This means that the Fund's performance, and geography and sector allocation, may differ significantly from that of its Target Benchmark.

The ACD will complete an assessment before any investment decisions are made. This ongoing process, in relation to the Fund's exposure to shares, will generally consist of:

- Developing an investment strategy based on economic outlook and geopolitical considerations to determine which geographies and sectors to invest in, both on a longer term (strategic) and shorter term (tactical) basis.
- Observing an internally approved list of both Actively Managed and Passively Managed Collective Investment Schemes available for investment when implementing the geographical and sector led investment strategy.
- Performing investment and operational due diligence on both Actively Managed and Passively Managed Collective Investment Schemes, by either the ACD and/or other companies within the Santander Group, to inform the approved list.
- Selecting Collective Investment Schemes from the approved list for investment which, although they may have different overall investment strategies and restrictions than the Fund (and may invest in a wider range of assets or use Derivatives differently), have an investment policy and strategy that is consistent with the geographical and sector investment strategy decision.

The Fund's strategy is complemented by the deployment of Derivatives for Efficient Portfolio Management purposes, for example responding quickly to developments in financial markets.

Where investments are made in instruments other than units in Collective Investment Schemes, these are also subject to investment due diligence.

The ACD will consider how it may most efficiently implement the Fund's geography and sector led strategy. In doing so, when selecting from the approved list of Collective Investment Schemes referred to above, the Fund will tend to invest in those Collective Investment Schemes with lower costs and higher liquidity (i.e. the ease with which an asset can be sold and returned as cash) relative to other Collective Investment Schemes on the approved list which invest in comparable geographies and

Santander Max 100% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

sectors. Lower cost Collective Investment Schemes tend to be passively managed. In practice this could mean that up to 100% of the Fund holds passive investments for a sustained period. In addition, the ACD will operate limits to ensure that the Fund does not have excessive exposure to any one: issuer of Collective Investment Schemes; individual Collective Investment Scheme; or Derivative counterparty.

Further Information

The Target Benchmark for the Fund has been selected as it is representative of global equities and therefore broadly in line with the investment policy of the Fund.

The Target Benchmark is provided by MSCI Limited. As at the date of this Prospectus, MSCI Limited is on the public register of administrators and benchmarks established and maintained by the FCA.

In respect of the Fund's objective to outperform the Target Benchmark after the deduction of fees, the term "fees" includes all fees, costs, charges, expenses and liabilities which are deducted from the value of Fund property for the purpose of calculating its NAV.

If the ACD considers that the Fund's Target Benchmark should be amended as a result of changes to, or evolution of, external market conditions and provided there is no material change to the risk profile of the Fund, it may implement this change after providing Shareholders with reasonable notice in advance.

Variable remuneration of those individuals employed by the ACD who are responsible for managing the Fund is determined by assessing a number of different factors. Insofar as these relate to investment performance, any assessment may be made by comparing Fund performance relative to the Target Benchmark and may also include a comparison against a commercial peer group of competitor funds with similar investment objectives and policies.

Investment Manager

Santander Asset Management UK Limited

Risk Profile

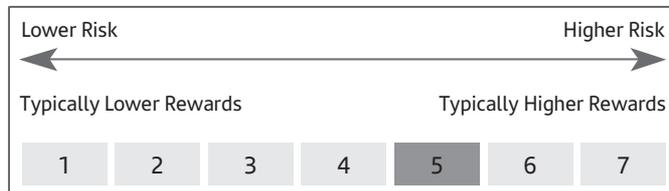
The main risks within the portfolio relate to changes in the prices of securities held. Other risks include: Collective Investment Schemes (CIS) risk, counterparty risk, country risk, currency risks, derivatives risk, liquidity risk, non-developed market risk, passively managed CIS risks and stock market risk. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective. The Fund does not borrow in the normal course of business. Please refer to the Prospectus for further information.

Santander Max 100% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the Fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

Performance

Capital Growth

Percentage price change from 30 September 2018 to 29 September 2023		
	Annualised	Cumulative
Santander Max 100% Shares Portfolio R Accumulation Shares	6.39%	36.35%
Santander Max 100% Shares Portfolio S Accumulation Shares	6.50%	37.07%
Percentage price change from 30 September 2020 to 29 September 2023		
	Annualised	Cumulative
Santander Max 100% Shares Portfolio R Accumulation Shares	7.35%	23.67%
Santander Max 100% Shares Portfolio S Accumulation Shares	7.43%	23.97%
MSCI ACWI Net Total Return GBP Index	8.96%	29.37%
Percentage price change from 31 March 2023 to 29 September 2023		
Santander Max 100% Shares Portfolio R Accumulation Shares	4.08%	
Santander Max 100% Shares Portfolio S Accumulation Shares	4.08%	
MSCI ACWI Net Total Return GBP Index	3.90%	

Source Lipper - NAV at noon, bid to bid, net of fees, revenue reinvested (accumulation class only).

Source Factset- Market index returns are based on daily index valuations as at close-of-business of the relevant market and are not subject to fees. Past performance is not a guarantee of future performance. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.

Santander Max 100% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Review

Evidence emerged towards the end of the reporting period indicating interest rates will remain higher for longer than expected dampening investor attitudes, helping erase most of the gains that shares⁹ had made since March.¹⁰

The performance of stock markets diverged, with US¹¹, UK¹² and Japanese¹³ shares rising, while those of the Eurozone¹⁴ and China¹⁵ fell. Developed countries bond yields rose¹⁶, leading to falling prices, given bond prices and yields move in opposite directions. Yields on bonds issued by companies in developed nations also increased.¹⁷

So far, the US economy has been able to withstand higher interest rates, maintaining strong levels of economic growth and maintaining near record low unemployment rate.¹⁸ While inflation remains above the levels targeted by the US Federal Reserve (Fed), it rose at its weakest monthly pace since 2020 in September.¹⁹

Data released in late September revealed that the UK economy had rebounded faster from the COVID-19 pandemic than economists had predicted.²⁰ The Eurozone's economy was less fortunate, with a survey of business leaders indicating the region deteriorated in September.²¹ The European Central Bank (ECB) raised interest rates to their highest level since the launch of the Euro²², while data released later in September showed inflation declined to its lowest level since October 2021.²³

While China's economy has shown signs of recovery, aided by several government and central bank measures designed to bolster consumer and business confidence, the Asian Development Bank cut its 2023 growth forecast due to an ongoing property crisis. Economists and analysts have also said more needs to be done to hit the government's growth target.²⁴

During the period, Japan's Nikkei 225 Index, which tracks the 225 largest companies listed on the Tokyo Stock Exchange, rose to a 33-year high. In April, billionaire investor Warren Buffett expressed his optimism regarding Japanese shares while expanding his investments in the country.²⁵ Foreign investors are attracted by strong corporate earnings, reforms by the Tokyo Stock Exchange and a weaker yen, which is making Japanese exports more competitive.²⁶

⁹ S&P Global BMI, 30 September, 2023

¹⁰ Forbes, 29 September 2023

¹¹ S&P 500 Index, 30 September 2023

¹² FTSE 100 Index, 30 September 2023

¹³ Nikkei 225 Index, 30 September 2023

¹⁴ EURO STOXX 50 Index, 30 September 2023

¹⁵ Shanghai Composite Index, 30 September 2023

¹⁶ S&P Global Developed Sovereign Bond Index, 30 September 2023

¹⁷ S&P Global Developed Corporate Bond Index, 30 September 2023

¹⁸ Reuters, 28 September 2023

¹⁹ Bloomberg, 29 September 2023

²⁰ BBC, 29 September 2023

²¹ HCOB Flash Eurozone PMI, 22 September 2023

²² The Guardian, 14 September 2023

²³ Euronews, 29 September 2023

²⁴ Reuters, 30 September 2023

²⁵ CNBC, 5 May 2023

²⁶ CNBC, 26 June 2023

Santander Max 100% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period)

The Fund's objective is to provide a combination of capital growth and income over a period of five or more years. It aims to outperform (after fees) the target benchmark over a rolling three-year period.

The Fund is actively managed and can be up to 100% invested in shares through purchasing units in other Collective Investment Schemes (CIS). At least 70% of the Fund will be in passive investments, but this may be up to 100% for sustained periods. The Fund can also invest directly in shares, rather than investing through CIS. As it can be up to 100% invested in shares, the Fund is considered a higher-risk investment. It can also be up to 10% invested in bonds, cash, real estate, and commodities.

Over five years, Max 100% Shares Portfolio's R Accumulation Share Class delivered a cumulative return of 36.35% (6.39% annualised), while the S Accumulation Share Class had a cumulative return of 37.07% (6.50% annualised).

Over three years, Max 100% Shares Portfolio's R Accumulation Share Class delivered a cumulative return of 23.67% (7.35% annualised) and the S Accumulation Share Class delivered a cumulative return of 23.97% (7.43% annualised), underperforming the target benchmark, which delivered a cumulative return of 29.37% (8.96% annualised).

The Fund had positioned itself to weather the storm of the COVID-19 pandemic and outperformed when the market was performing negatively. However, this cautious positioning meant that the Fund captured the majority but not all of short-term market recoveries.

Over the six months through 30 September 2023, both the Max 100% Shares Portfolio's Retail Accumulation Share Class and its S Accumulation Share Class returned 4.08%, while the target benchmark returned 3.09%.

An improved performance in the last few months of the period helped compensate for a rocky start, as the Fund was holding less shares relative to the benchmark. Stock markets rallied significantly in that period hindering the Fund's performance.

Early in the period, the Fund realigned its holdings in shares to be closer to the benchmark. Even so, the Fund's holdings of US shares remained underweight due to expectations of continued volatility, while it retained overweight positions in Europe (excluding the UK) and emerging markets in anticipation of further gains.

The Fund then assumed an underweight position in shares, with no significant regional preferences. As a result, it underperformed as stock markets rallied, with technology shares performing strongly.

Towards the end of the period the Fund's performance improved relative to the benchmark as stock market values declined, rewarding the conservative stance adopted by the Fund manager.

The Fund manager saw opportunity in the drop in stock market values by adding more shares to the Fund to move closer to the benchmark, although the Fund remained slightly underweight.

Some of the Fund's holdings of other European shares were sold to buy Swiss shares, which the Manager believes are trading at attractive valuations.

Santander Max 100% Shares Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Outlook

Shares have performed strongly since the start of the year, especially within the NASDAQ 100 Index, pushing up share values and making some valuations more expensive. The Manager believes the impact of rising interest rates combined with slowing economic growth provides an uncertain and challenging outlook in the short term, leading to the Manager's decision to maintain a slightly underweight position relative to the benchmark.

Stock markets continued to perform well throughout much of the third quarter of 2023 until a fall at the end of September. The negative impacts of higher interest rates and slowing consumer demand may not necessarily lead to a recession, especially in the US, but the Manager believes these are significant obstacles that justify the Manager's portfolio position. In contrast to the environment of recent years, where risk-free investment was penalised by low interest rates, the risk-versus-return trade-off now favours lower-risk investment options. Investors are no longer forced to increase risk and invest in shares to obtain positive returns and therefore represents a challenge to current share valuations.

The outlook remains uncertain and until market views change, establishing a clear understanding of when in the future interest rates may be cut to stimulate economic demand, the Manager expects shares to come under increasing pressure from market sentiment.

Robert McElvanney

Head of UK Front Office

For and on behalf of Santander Asset Management UK Limited

October 2023

Summary of material portfolio changes (unaudited)

for the six months ended 30 September 2023

Purchases	Cost £	Sales	Proceeds £
HSBC Index Tracker Investment Funds - European Index Fund	11,348,997	Vanguard FTSE Developed Europe ex UK Equity Index Fund	23,423,979
BlackRock Global Funds - Continental European Flexible Fund	10,053,621	Lyxor S&P 500 UCITS ETF	14,929,470
GAM Star Continental European Equity	9,751,430	Vanguard FTSE All-World UCITS ETF	12,218,092
Threadneedle Lux - Global Focus	9,501,727	Invesco S&P 500 UCITS ETF	9,163,946
Brown Advisory US Sustainable Growth Fund	8,265,323	HSBC European Index Institutional Income	9,146,037
Amundi Pioneer US Equity Fundamental Growth	7,951,019	Xtrackers S&P 500 Swap UCITS ETF	7,070,775
Robeco Capital Growth Funds - Robeco BP U.S. Premium Equities	6,371,936	Santander Scv Santander AM Euro Equity *	6,341,532
MAN GLG Japan CoreAlpha Equity	4,964,458	Amundi Msci EM Asia UCITS ETF	6,194,820
RAM (Lux) Systematic Funds - Emerging Markets Equities	4,898,135	Xtrackers MSCI Emerging Markets UCITS ETF	6,105,187
Baillie Gifford Worldwide Japanese Fund	4,587,967	Amundi Japan Topix UCITS ETF	5,910,993
iShares UK Gilts All Stocks Index Fund UK	3,997,251	UBS Lux Fund Solutions - MSCI Japan UCITS ETF	4,708,698
Xtrackers MSCI Emerging Markets UCITS ETF	3,644,107	iShares UK Gilts All Stocks Index Fund UK	3,997,802
Amundi S&P 500 UCITS ETF	3,270,756	iShares Emerging Markets Equity Index Fund UK	2,978,459
First Sentier Investors Global Umbrella Fund - FSSA Asian Equity Plus Fund	2,694,354	iShares - iShares Core FTSE 100 UCITS ETF	2,204,152
Invesco Funds-Invesco Asian Equity Fund	2,683,389	iShares North American Equity Index Fund UK	1,688,579
Xtrackers Switzerland UCITS ETF	2,478,643	Fidelity Investment Funds ICVC - Index UK Fund	774,625
iShares Global High Yield Bond UCITS ETF	2,422,575	Vanguard Investment Series - US 500 Stock Index Fund	586,776
SPDR FTSE UK All Share UCITS ETF	2,019,681		
iShares Emerging Markets Equity Index Fund UK	1,948,539		
Vanguard FTSE UK All Share Index Unit Trust	1,610,990		
Total cost of purchases for the period	<u>105,070,866</u>	Total proceeds from sales for the period	<u>117,443,922</u>

All sales during the year are disclosed above.

* Related party to the Fund.

Portfolio statement (unaudited)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Collective Investment Schemes 98.05% (98.23%)			
Amundi Japan Topix UCITS ETF*	32,398	2,671,528	0.84
Amundi Pioneer US Equity Fundamental Growth	3,961	8,180,355	2.57
Amundi S&P 500 UCITS ETF*	437,493	29,716,906	9.32
Baillie Gifford Worldwide Japanese Fund	482,218	4,520,263	1.42
BlackRock Global Funds - Continental European Flexible Fund	373,681	9,513,825	2.98
Brown Advisory US Sustainable Growth Fund	527,714	8,258,029	2.59
Fidelity Investment Funds ICVC - Index UK Fund	2,206,566	3,595,599	1.13
First Sentier Investors Global Umbrella Fund - FSSA Asian Equity Plus Fund	260,000	2,624,934	0.82
GAM Star Continental European Equity	421,324	9,786,098	3.07
HSBC Index Tracker Investment Funds - European Index Fund	282,198	2,120,718	0.67
HSBC Index Tracker Investment Funds - FTSE All-Share Index Fund	1,030,091	3,725,839	1.17
Invesco Funds-Invesco Asian Equity Fund	169,855	2,688,623	0.84
Invesco S&P 500 UCITS ETF*	54,516	37,315,019	11.71
iShares Emerging Markets Equity Index Fund UK	6,832,318	12,324,798	3.87
iShares Global High Yield Bond UCITS ETF*	37,390	2,449,793	0.77
iShares North American Equity Index Fund UK	3,090,123	19,446,083	6.10
MAN GLG Japan CoreAlpha Equity	19,662	5,359,271	1.68
RAM (Lux) Systematic Funds - Emerging Markets Equities	27,797	4,959,529	1.56
Robeco Capital Growth - BP Global Premium Equities	18,166	3,994,991	1.25
Robeco Capital Growth Funds - Robeco BP U.S. Premium Equities	18,253	6,504,711	2.04
Santander GO Global Equity ESG IKP**	45,000	5,540,306	1.74
Santander Scv Santander AM Euro Equity**	3,783	7,955,410	2.50
SPDR FTSE UK All Share UCITS ETF*	33,778	2,053,702	0.64
Threadneedle Lux - Global Focus	575,264	9,308,620	2.92
UBS Lux Fund Solutions - MSCI Japan UCITS ETF*	90,451	3,541,157	1.11
Vanguard FTSE All-World UCITS ETF*	35,743	3,164,328	0.99
Vanguard FTSE Developed Europe ex UK Equity Index Fund	12,753	4,370,556	1.37
Vanguard FTSE UK All Share Index Unit Trust	6,573	1,609,226	0.51
Vanguard Investment Series - US 500 Stock Index Fund	477,730	19,998,654	6.27
Vanguard S&P 500 UCITS ETF*	305,741	20,462,481	6.42
Xtrackers MSCI Emerging Markets UCITS ETF*	420,390	16,749,470	5.25
Xtrackers S&P 500 Swap UCITS ETF*	4,598,611	35,547,823	11.15
Xtrackers Switzerland UCITS ETF*	24,516	2,492,857	0.78
		312,551,502	98.05
Futures -0.10% (0.12%)			
Long Gilt Dec' 23	17	(6,970)	-
S&P 500 E-Mini Dec' 23	35	(265,934)	(0.09)
US 5 Year Note (CBT) Dec' 23	38	(30,686)	(0.01)
		(303,590)	(0.10)

Portfolio statement (continued)

as at 30 September 2023

Investment			Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Options nil (-0.04%)					
Investment	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(losses)	Percentage of total net assets %
Forward currency trades 0.04% (-0.08%)					
Buy USD : Sell GBP	17/11/2023	US\$4,470,924	£(3,537,248)	124,829	0.04
				124,829	0.04
Portfolio of investments				312,372,741	97.99
Net other assets				6,403,643	2.01
Total net assets				318,776,384	100.00

Figures in brackets represent sector distribution at 31 March 2023.

Collective Investment Scheme securities are not listed and are valued using publicly available market data unless otherwise stated.

Futures and option securities are derivative instruments listed on recognised exchanges.

All other securities are unlisted and are valued using publicly available market data.

* Collective Investment Scheme securities which are exchange traded funds listed on recognised exchanges.

** Related party to the Fund.

Statistical information (unaudited)*for the six months ended 30 September 2023*

		R Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	296,017,250	295,621,618	319,930,504	301,001,087
Closing number of shares	49,605,241	51,458,737	53,897,205	55,796,263
Net asset value per shares(p)	596.75	574.48	593.59	539.46
Prices				
Highest share price (p)	610.3	600.1	617.2	545.1
Lowest share price (p)	565.6	525.0	536.3	384.1
		S Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	22,759,134	21,914,490	22,616,579	16,921,227
Closing number of shares	7,223,982	7,225,442	7,216,775	5,950,039
Net asset value per shares(p)	315.05	303.30	313.39	284.39
Prices				
Highest share price (p)	322.2	316.9	325.7	287.3
Lowest share price (p)	298.6	277.2	282.8	202.2

Statistical information (continued)

for the six months ended 30 September 2023

Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a Collective Investment Scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depositary, custody, FCA, taxation services, audit fees and transaction charges. Collectively these fees are known as other expenses.

The Fund has invested primarily in Collective Investment Schemes and the fees incurred by the schemes in relation to the Fund are disclosed in the following table as synthetic OCF. The synthetic OCF includes percentage rebates from holdings in Collective Investment Schemes.

Expense Type	Period to 30.09.2023	Year to 31.03.2023
R Accumulation Shares		
ACD's periodic charge	0.70%	0.70%
Synthetic OCF	0.30%	0.15%
Other expenses	0.04%	0.04%
Ongoing charges figure*	1.04%	0.89%
S Accumulation Shares		
ACD's periodic charge	0.70%	0.70%
Synthetic OCF	0.30%	0.14%
Other expenses	0.04%	0.04%
Ongoing charges figure*	1.04%	0.88%

*The current period OCF is annualised based on the fees suffered during the accounting period.

Financial Statements - Santander Max 100% Shares Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Income				
Net capital gains/(losses)		10,025,779		(24,484,562)
Revenue	3,326,787		2,703,206	
Expenses	(1,156,019)		(1,206,605)	
Interest payable and similar charges	(7,696)		(5,748)	
Net revenue before taxation	<u>2,163,072</u>		<u>1,490,853</u>	
Taxation	-		-	
Net revenue after taxation		<u>2,163,072</u>		<u>1,490,853</u>
Total return before distributions		12,188,851		(22,993,709)
Distributions		(2,163,370)		(1,490,862)
Change in net assets attributable to shareholders from investment activities		<u>10,025,481</u>		<u>(24,484,571)</u>

Statement of change in net assets attributable to shareholders (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Opening net assets attributable to shareholders		317,536,108*		342,547,083
Amounts receivable on issue of shares	1,629,456		2,108,174	
Amounts payable on cancellation of shares	<u>(12,551,754)</u>		<u>(8,163,590)</u>	
		(10,922,298)		(6,055,416)
Dilution adjustment		2,053		3,440
Change in net assets attributable to shareholders from investment activities		10,025,481		(24,484,571)
Retained distribution on accumulation shares		2,135,040		1,482,626
Closing net assets attributable to shareholders		<u>318,776,384</u>		<u>313,493,162*</u>

* The net assets at the start of the current period do not equal the net assets at the end of the comparative period as they are not consecutive periods.

Balance sheet (unaudited)

as at 30 September 2023

	30 September 2023 £	31 March 2023 £
Assets:		
Fixed assets:		
Investments	312,676,331	312,486,741
Current assets:		
Debtors	1,243,008	120,455
Cash and bank balances	15,669,733	14,440,723
Total assets	<u>329,589,072</u>	<u>327,047,919</u>
Liabilities:		
Investment liabilities	(303,590)	(584,738)
Creditors		
Bank overdrafts	(9,744,318)	(8,176,481)
Other creditors	(764,780)	(750,592)
Total liabilities	<u>(10,812,688)</u>	<u>(9,511,811)</u>
Net assets attributable to shareholders	<u><u>318,776,384</u></u>	<u><u>317,536,108</u></u>

Accounting policies

The interim financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

The distribution policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

Distribution tables (unaudited)

for the six months ended 30 September 2023

Distributions on R Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution payable 2023	Distribution paid 2022
Group 1	30.11.23	interim	3.9964	-	3.9964	2.6138
Group 2	30.11.23	interim	3.1519	0.8445	3.9964	2.6138

Distributions on S Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution payable 2023	Distribution paid 2022
Group 1	30.11.23	interim	2.1124	-	2.1124	1.4139
Group 2	30.11.23	interim	1.6224	0.4900	2.1124	1.4139

Equalisation

Equalisation applies only to Group 2 shares. It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholders but must be deducted from the cost of shares for capital gains tax purposes.

Accumulation distributions

Holders of accumulation shares should add the distributions received thereon to the cost of the shares for capital gains tax purposes.

Santander Atlas Portfolio 6

Interim Report and Financial Statements for the six months ended 30 September 2023 (unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide a combination of capital growth (to grow the value of your investment) and income over a 5+ year time horizon.

The Fund is managed with the aim of staying within a risk profile classification (with volatility parameters) of 6 as set and monitored by an external third party risk rating company. It is not guaranteed that the Fund will stay within this risk profile classification at all times.

Investment Policy

The Fund is part of the Santander Atlas Portfolio growth range. This range consists of five Funds numbered 3-7 which are each risk target managed Funds - i.e. managed with an investment objective of aiming to stay within a risk profile classification (with volatility parameters) as set and monitored by an external third party risk rating company. This company's risk profile classifications range from 1, the lowest risk profile classification and the least volatile (for example a Fund focused on holding cash), to 10, the highest risk profile classification and the most volatile (for example a Fund focused on investing in riskier equity regions and non-developed markets).

The number in the name of each Fund in the Santander Atlas Portfolio growth range corresponds to its risk profile classification, ranging from 3 to 7 on the external third party risk rating company's scale. The lower the number in the Fund's name and risk profile classification, typically the lower its volatility, the higher its exposure to less volatile assets (such as bonds) and the lower its exposure to more volatile assets (such as shares), and the lower its level of expected capital growth, compared to other Funds within the range, and vice versa.

This Fund is managed with the aim of staying within a risk profile classification of 6, which is different from the Synthetic Risk and Reward Indicator (SRRI) published in its NURS Key Investor Information. The Fund will not be managed to maintain the SRRI, which may change overtime.

The Fund is actively managed. It aims to achieve its objectives by obtaining exposure globally to: shares in companies; and bonds issued by companies, governments, government bodies and supranationals. There are no set limits on the Fund's exposure to either shares or bonds, but it is expected that the Fund will typically have exposure of at least 70% to shares and bonds combined.

The Fund typically has: a higher level of volatility, a lower exposure to less volatile assets (such as bonds) and a higher exposure to more volatile assets (such as shares), compared to other Funds within the Santander Atlas Portfolio growth range that are numbered 3-5; and a lower level of volatility, a higher exposure to less volatile assets and a lower exposure to more volatile assets, compared to Santander Atlas Portfolio 7.

Additionally the Fund may obtain exposure globally:

- up to 20% to alternative strategies, for example absolute return strategies (i.e. those which aim to deliver a positive return in all market conditions, although this is not guaranteed);
- up to 10% to commodities;

Santander Atlas Portfolio 6

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Policy (continued)

- up to 10% to real estate; and
- up to 10% to cash, cash like and other money market instruments.

The Fund may have exposure to non-developed markets through its investments.

To obtain exposure to the permissible asset classes stated above, the Fund will invest indirectly by purchasing units in Collective Investment Schemes. The Fund may invest in both Actively Managed and Passively Managed Collective Investment Schemes as detailed in "Investment Strategy and Process" below. At least 85% of the Fund will be invested in Collective Investment Schemes but this figure may be higher (up to 100%) depending on the ACD's investment views.

The Fund will typically be invested between 75% and 85% in Passively Managed Collective Investment Schemes although this could be higher and the Fund is permitted to invest up to 100% in this way for a sustained period. Further information on the holding of Passively Managed Collective Investment Schemes is detailed in "Investment Strategy and Process" below.

These Collective Investment Schemes can be managed by the ACD or other companies (including within the Santander Group). They will give the Fund exposure to the permissible asset classes (and, where relevant, in the permitted amounts) stated above, but they may have different investment strategies and restrictions to the Fund. For example they may not be managed with the aim of staying within a volatility range, and may use Derivatives differently to the Fund (such as for Investment Purposes).

With the exception of alternative strategies, commodities (where exposure can also be sought through investment in exchange traded commodities) and real estate, the Fund may also invest directly in the above permissible asset classes. However this will not be a key part of its investment strategy because of the level of investment in Collective Investment Schemes described above.

The Fund may use Derivatives for Efficient Portfolio Management (including hedging), where Derivatives are used to either reduce risk, reduce cost, or to generate additional capital or income without materially affecting the risk profile of the Fund. This may include passive Derivatives, for example Derivatives which track the performance of an index such as index futures, which, if used, will increase the Fund's exposure to passive investments.

Investment Strategy and Process

The Fund is actively managed which means that the ACD uses its expertise and discretion, in accordance with its investment views and opportunities identified as market and economic conditions change, to select investments with the aim of achieving the Fund's investment objectives.

The ACD seeks exposure to asset or sub-asset classes, geographies and sectors which it believes will meet the investment objectives of the Fund.

Santander Atlas Portfolio 6

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

The ACD will complete an assessment before any investment decisions are made. This ongoing process will generally consist of:

- Developing an investment strategy based on market and economic outlook and geopolitical considerations to determine which asset or sub-asset classes, geographies and sectors to invest in, both on a longer term (strategic) and shorter term (tactical) basis.
- The Fund can invest in a globally unconstrained manner in shares and bonds, and within above stated levels in other permissible asset classes. The ACD will however seek to maintain the Fund's risk profile classification (alongside aiming to achieve its capital growth and income objective) when implementing its investment strategy by considering the types of assets held and the Fund's allocation to different permitted asset classes.
- Observing an internally approved list of both Actively Managed and Passively Managed Collective Investment Schemes available for investment when implementing the asset or sub-asset class, geographical and sector led investment strategy.
- Performing investment and operational due diligence on both Actively Managed and Passively Managed Collective Investment Schemes, by either the ACD and/or other companies within the Santander Group, to inform the approved list.
- Selecting Collective Investment Schemes from the approved list for investment which, although they may have different overall investment strategies and restrictions than the Fund, have an investment policy and strategy that is consistent with the asset or sub-asset class, geographical and sector investment strategy decision.

The Fund can invest in both Actively Managed and Passively Managed Collective Investment Schemes. The ACD will favour Collective Investment Schemes which offer attractive returns relative to other Collective Investment Schemes on the approved list. Investments will be selected with the aim of achieving capital growth, but some will also provide income for the Fund.

When seeking exposure to shares, the ACD will tend to favour those Collective Investment Schemes with lower costs and higher liquidity (i.e. the ease with which units in these Collective Investment Schemes can be sold and returned as cash) relative to others on the approved list. Lower cost Collective Investment Schemes tend to be Passively Managed Collective Investment Schemes (but the ACD may also select Actively Managed Collective Investment Schemes for exposure to shares).

When seeking exposure to bonds the ACD will tend to favour Actively Managed Collective Investment Schemes (but the ACD may also select Passively Managed Collective Investment Schemes for exposure to bonds).

In addition, the ACD will operate limits to ensure that the Fund does not have excessive exposure to any single: operator of Collective Investment Schemes; individual Collective Investment Scheme; or Derivative counterparty.

Where investments are made in instruments other than units in Collective Investment Schemes, these are also subject to investment due diligence.

Santander Atlas Portfolio 6

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

The Fund's strategy is complemented by the use of Derivatives for Efficient Portfolio Management. It is expected that Derivatives (including passive Derivatives such as futures) will be used regularly, for example to manage risk or to respond quickly to developments in financial markets.

Further Information

The ACD uses the IA* Mixed Investment 40-85% Shares peer group as a Comparator Benchmark for the Fund.

As there is no suitable standardised global performance benchmark for risk target managed multi asset investment Funds, this Comparator Benchmark has been chosen because it provides shareholders with a comparison of performance against a sector that largely consists of other multi asset Funds which have the ability to invest globally, and which the ACD considers is a reasonable proxy for the likely asset mix ranges of the Fund. However this is a broad group of Funds, therefore each Fund may be aiming for slightly different investment objectives, and so the comparison is for indicative purposes only. As such, the ACD will not use this sector performance or its constituents to determine how it manages the Fund.

*Many Funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers), to help investors to compare Funds with broadly similar characteristics. Some independent data providers prepare and publish performance data on the Funds in each sector and investors can use this to compare the Fund's performance.

The risk profile classification which the Fund is managed to stay within is set and monitored by Distribution Technology. The ACD may change the risk profiling service provider to another independent company in the future, which will be communicated in any future publications of the Prospectus.

The Fund operates with an OCF cap, which means that the ACD will aim to keep the cost of investing in it, excluding transaction costs, below a predetermined level. There may be circumstances where this cap is exceeded due to external factors such as an increase in the fees associated with the Fund's investment in Collective Investment Schemes, in which case the ACD will aim to bring fees back below it as soon as reasonably possible and Fund any excess OCF costs over the OCF Cap.

The Fund has a Risk Category of Medium High in accordance with Santander UK plc's Risk Categorisation Process.

Variable remuneration of individual Fund managers employed by the ACD who are responsible for managing the Fund is determined by assessing a number of different factors. Insofar as these relate to investment performance, any assessment will be made by comparing Fund performance relative to the Target Benchmark and may also include a comparison against a commercial peer group of competitor Funds with similar investment objectives and policies.

The base currency of the Fund is UK Sterling.

Investment Manager

Santander Asset Management UK Limited

Santander Atlas Portfolio 6

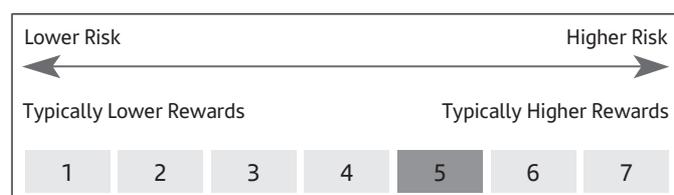
Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks include: Bond risk, Collective Investment Schemes (CIS) risk, counterparty risk, country risk, currency risks, derivatives risk, liquidity risk, non-developed market risk, passively managed CIS risks and stock market risk. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective. The Fund does not borrow in the normal course of business. Please refer to the Prospectus for further information.

Risk and Reward Indicator



The lowest Risk and Reward Indicator (RRI) does not mean risk free. The Fund is rated at 5 due to the nature of the assets it invests in and the extent to which they are affected by the risks detailed on prospectus. The value of your investment is not guaranteed and you may get back less than the original amount you invested. The RRI is different from the RPC (Risk Profile Classification). Whilst the Fund is managed with the aim to stay within an RPC (set and monitored by Distribution Technology), it is not managed to maintain its RRI, which may change over time.

Performance

Capital Growth

Percentage price change from 30 September 2018 to 29 September 2023	
Santander Atlas Portfolio 6 I Accumulation Share Class	17.74%
IA Mixed Investment 40-85% Shares	14.55%
Percentage price change from 31 March 2023 to 29 September 2023	
Santander Atlas Portfolio 6 I Accumulation Share Class	1.03%
IA Mixed Investment 40-85% Shares	-0.02%

Source Lipper - NAV at noon, bid to bid, net of fees, revenue reinvested (accumulation class only).

Past performance is not a guarantee of future performance. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.

Santander Atlas Portfolio 6

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Review

Global shares rose overall, despite losses in the final two months of the reporting period.¹ Although excitement about the possibilities posed by artificial intelligence (AI) had driven a rise in stock market performance, investor optimism was later dampened by a growing consensus interest rates will remain higher for longer than had been hoped.²

Optimistic investors poured money into tech stocks and neglected 10-year US government bonds, resulting in their prices falling and their yields surging to 16-year highs, as bond prices and yields move in opposite directions. This type of bond is on course to decline in value for an unprecedented third consecutive year.³

More generally, the performance of bonds over the reporting period was negative. Government bonds issued by both developed⁴ and non-developed market⁵ countries declined, along with bonds issued by companies in developed nations, as interest rates rose over the reporting period.⁶

Rising interest rates and bond yields have impacted stock markets. When interest rates increase it becomes more expensive for companies to borrow money, limiting their ability to grow. Higher interest rates means higher bond yields as investors demand greater returns on their investment, which further contributes to bonds being a more attractive investment than shares.

Against this backdrop, a metric that measures the attractiveness of shares over low-risk government bonds indicated bonds are the most attractive to investors in 14 years.⁷

The Federal Reserve (Fed) has indicated that it expects US interest rates to remain around their current levels throughout most of 2024, while the European Central Bank (ECB) has stuck to its message that rates will remain high for an extended period. Soaring oil prices may also impede central banks in their fight against inflation, forcing them to keep interest rates high and helping bonds remain more attractive than shares, relative to the investment risk, for a longer period.⁸

Performance Review and Investment Activity (Reporting Period)

The Fund's objective is to provide a combination of capital growth and income over a period of five or more years. The Fund is in the Santander Atlas Portfolio range, which is comprised of funds that are numbered 3-7. The lower this number, the lower the Fund's expected volatility – for example, it is likely to contain smaller quantities of more volatile assets, such as shares. As Atlas Portfolio 6, this is expected to be the second most-volatile Fund in this range. Typically, it will be at least 70% invested in a combination of shares and bonds.

The Santander Atlas Portfolio 6 I Accumulation produced a cumulative return of 17.74% over the past five years. It has achieved its objective of providing a combination of capital growth and income over five or more years, which was aided by the decision to move away from riskier assets, such as shares, in December 2019. As a result, the Fund was able to weather the storm when

¹ S&P Global BMI, 30 September, 2023

² Forbes, 29 September 2023

³ Reuters, 1 September 2023

⁴ S&P Global Developed Sovereign Bond Index, 30 September 2023

⁵ Dow Jones Emerging Markets Index, 30 September 2023

⁶ S&P Global Developed Corporate Bond Index, 30 September 2023

⁷ Reuters, 27 September 2023

⁸ Reuters, 29 September 2023

Santander Atlas Portfolio 6

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period) (continued)

COVID-19 was declared a pandemic in March 2020 and stock markets fell significantly. However, its performance was held back by volatile market conditions in 2022, when the war in Ukraine and a spike in inflation caused uncertainty about the outlook for interest rates and economic growth. For comparison, the comparator benchmark of the IA Mixed Investment 40-85% Shares returned 14.55% over the same period. The comparator benchmark has been chosen as it shows performance against other multi asset funds which have the ability to invest globally. The design of Atlas Portfolio 6 is to provide certainty to investors by remaining within its' volatility band. The comparator benchmark does not restrict volatility.

Over the six months reporting period, the Santander Atlas Portfolio 6 I Accumulation stayed within its Risk Profile Classification of 6 and delivered a return of 1.03%. For comparison, the comparator benchmark of the IA Mixed Investment 40-85% Shares returned -0.02%. As the second-most volatile Fund in the range, this Fund generally focuses more on shares, which tend to fluctuate in value more than bonds. Its performance was therefore aided by gains in stock markets, while the positive performance of high-yielding bonds also added to returns.

Although government and higher-rated company bonds underperformed over the period, their detrimental impact on the Fund's performance was limited because of its focus on shares.

At the start of the period, the Fund had a preference for cash over shares and bonds. Within shares, this position was consistent across regions. Holding fewer shares and bonds allowed for a greater allocation to gold, which helps to diversify the portfolio against market uncertainty.

The Fund had a preference for US government bonds over highly-rated UK company bonds, based on the belief that US interest rates would reach their peak before those of other major developed markets, which would increase the returns paid to bondholders.

Early in the period, the Fund adjusted its holdings of shares, even so, the Fund still did not favour US shares due to expectations of continued volatility, while continuing to hold preference for Europe excluding the UK and non-developed market, in anticipation of further gains.

At the same time, the Fund's position in UK government bonds was reduced, freeing up money to buy more US government bonds. This reflected the Manager's view that US interest rates were near their peak.

However, this move proved premature and impacted the Fund's performance negatively as bond yields remained volatile, and the Manager's preference for non-developed market bonds over US bonds didn't deliver the returns expected.

The portfolio decreased its underweight position in shares as the second half of the period approached, with no significant regional preferences. This negatively impacted performance as shares rallied, particularly technology shares.

Santander Atlas Portfolio 6

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period) (continued)

Nevertheless, the Fund continued buying government bonds that take longer to reach maturity, mainly from the UK and the US, based on the expectation that interest rates are likely to remain higher for longer. These purchases were financed by reducing the Fund's holdings of gold and cash as much as possible, as the Manager aims to keep the Fund fully invested in shares and bonds.

Towards the end of the period, shares experienced a decline, while bond prices saw some short-term gains. The Manager capitalised on this by adding more shares to the Fund, although the Fund remained slightly unfavourable of shares.

Some of the Fund's holdings of other European shares were sold to buy Swiss shares, which the Manager believes are trading at attractive valuations.

Market Outlook

The Fund's current positioning reflects the Manager's outlook that sluggish economic growth and a gradual decrease in inflation are the most likely scenario.

The Manager maintains that interest rates seem to be approaching their peak and are therefore retain the Manager's preference for bonds. The outlook for shares is more uncertain so the Manager intends to remain slightly underweight looking for opportunities if share prices fall in the short term.

While the Manager has a positive view of bonds overall, the Manager does have a slight preference for government bonds over corporate, high-yielding and emerging market bonds. In the Manager's view, bond yields are unlikely to rise significantly and any potential decrease will be accompanied by higher prices.

However, if inflation remains stubbornly high and doesn't decrease as predicted, central banks might begin raising interest rates again. This could cause instability in bond markets and a drop in share values.

Robert McElvanney

Head of UK Front Office

For and on behalf of Santander Asset Management UK Limited

October 2023

Summary of material portfolio changes (unaudited)

for the six months ended 30 September 2023

Purchases	Cost £	Sales	Proceeds £
Vanguard UK Short-Term Investment Grade Bond Index Fund	8,878,589	Vanguard FTSE Developed Europe ex UK Equity Index Fund	8,786,773
HSBC European Index Institutional Income	7,577,441	HSBC European Index Institutional Income	7,211,590
HSBC Index Tracker Investment Funds - European Index Fund	7,284,480	Vanguard FTSE All-World UCITS ETF	6,132,494
Robeco Capital Growth Funds - High Yield Bonds	3,893,616	Vanguard USD Treasury Bond UCITS ETF	4,871,793
Xtrackers MSCI Emerging Markets UCITS ETF	3,385,962	iShares GBP Bond 0-5yr UCITS ETF	2,848,676
iShares Core GBP Bond UCITS ETF	2,196,603	Invesco S&P 500 UCITS ETF	2,631,686
Xtrackers Switzerland UCITS ETF	2,181,703	HSBC European Index Institutional Income	2,171,507
Xtrackers USD Corporate Bond UCITS ETF	1,857,578	Allianz UK & European Investment Funds - Allianz Gilt Yield Fund	1,250,914
Vanguard USD Treasury Bond UCITS ETF	1,606,936	UBS Lux Fund Solutions - MSCI Japan UCITS ETF	1,128,792
Invesco Physical Gold ETC	494,209	Vanguard Investment Series - UK Government Bond Index Fund	1,122,472
HSBC Index Tracker Investment Funds - FTSE All-Share Index Fund	460,128	Xtrackers S&P 500 Swap UCITS ETF	1,097,063
Fidelity Investment Funds ICVC - Index UK Fund	270,033	Amundi S&P 500 UCITS ETF	1,047,782
Amundi Japan Topix UCITS ETF	249,973	HSBC Index Tracker Investment Funds OEIC - UK Gilt Index	1,019,292
UBS Lux Fund Solutions - MSCI Japan UCITS ETF	249,542	Fidelity Investment Funds ICVC - Index UK Fund	932,046
		Vanguard FTSE UK All Share Index Unit Trust	869,550
		iShares UK Gilts All Stocks Index Fund UK	833,171
		HSBC Index Tracker Investment Funds - FTSE All-Share Index Fund	738,172
		Amundi Japan Topix UCITS ETF	411,144
		Xtrackers MSCI Emerging Markets UCITS ETF	409,815
		SPDR FTSE UK All Share UCITS ETF	377,398
Total cost of purchases for the period	<u>40,586,793</u>	Total proceeds from sales for the period	<u>46,189,744</u>

All purchases during the period are disclosed above.

Portfolio statement (unaudited)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Collective Investment Schemes 99.61% (97.48%)			
Allianz UK & European Investment Funds - Allianz Gilt Yield Fund	6,036,992	8,351,575	3.78
Amundi Japan Topix UCITS ETF*	67,153	5,537,414	2.51
Amundi S&P 500 UCITS ETF*	265,581	18,039,707	8.17
Fidelity Investment Funds ICVC - Index UK Fund	10,481,940	17,080,320	7.74
HSBC Index Tracker Investment Funds - European Index Fund	669,264	5,029,519	2.28
HSBC Index Tracker Investment Funds - FTSE All-Share Index Fund	4,722,954	17,082,925	7.74
HSBC Index Tracker Investment Funds OEIC - UK Gilt Index	262,852	213,015	0.10
Invesco Physical Gold ETC	42,189	6,187,861	2.80
Invesco S&P 500 UCITS ETF*	29,458	20,163,362	9.13
iShares Core GBP Bond UCITS ETF	19,260	2,244,560	1.02
iShares Emerging Markets Equity Index Fund UK	4,165,158	7,513,516	3.40
iShares GBP Bond 0-5yr UCITS ETF	71,282	6,890,118	3.12
iShares UK Gilts All Stocks Index Fund UK	299,681	401,659	0.18
Robeco Capital Growth Funds - High Yield Bonds	32,426	3,874,259	1.75
SPDR FTSE UK All Share UCITS ETF	171,684	10,438,387	4.73
UBS Lux Fund Solutions - MSCI Japan UCITS ETF*	137,740	5,392,521	2.44
Vanguard FTSE All-World UCITS ETF	134,824	11,935,969	5.41
Vanguard FTSE Developed Europe ex UK Equity Index Fund	27,108	9,290,142	4.21
Vanguard FTSE UK All Share Index Unit Trust	29,255	7,162,314	3.24
Vanguard UK Short-Term Investment Grade Bond Index Fund	122,060	13,517,108	6.12
Vanguard USD Treasury Bond UCITS ETF	728,228	12,623,104	5.72
Xtrackers MSCI Emerging Markets UCITS ETF*	343,667	13,692,619	6.20
Xtrackers S&P 500 Swap UCITS ETF	1,706,928	13,194,761	5.98
Xtrackers Switzerland UCITS ETF	21,579	2,194,214	0.99
Xtrackers USD Corporate Bond UCITS ETF	188,980	1,875,788	0.85
		219,926,737	99.61
Futures -0.07% (-0.08%)			
Long Glit Dec '23	91	(33,670)	(0.02)
E-Mini S&P 500 Dec '23	4	(30,392)	(0.01)
5 Yr US Note Dec '23	129	(84,404)	(0.04)
		(148,466)	(0.07)
Options nil (-0.04%)			

Portfolio statement (continued)

as at 30 September 2023

Investment	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(losses)	Percentage of total net assets %
Forward currency trades -0.34% (0.31%)					
Buy GBP : Sell USD	17/11/2023	£22,559,761	US\$(28,521,034)	(801,452)	(0.36)
Buy USD : Sell GBP	17/11/2023	US\$7,130,000	£(5,790,601)	49,490	0.02
				(751,962)	(0.34)
Portfolio of investments				219,026,309	99.20
Net other assets				1,757,124	0.80
Total net assets				220,783,433	100.00

Figures in brackets represent sector distribution at 31 March 2023.

Collective Investment Scheme securities are not listed and are valued using publicly available market data unless otherwise stated.

Futures and option securities are derivative instruments listed on recognised exchanges.

All other securities are unlisted and are valued using publicly available market data.

* Collective Investment Scheme securities which are exchange traded funds listed on recognised exchanges.

Statistical information (unaudited)

for the six months ended 30 September 2023

	30.09.2023	I Accumulation Shares		
		31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	220,783,433	228,350,195	244,560,591	234,845,816
Closing number of shares	89,397,324	93,502,822	97,159,474	100,063,951
Net asset value per shares(p)	246.97	244.22	251.71	234.70
Prices				
Highest share price (p)	251.1	252.3	262.6	237.9
Lowest share price (p)	240.5	228.6	234.0	180.5

Ongoing Charges Figure (OCF)

The OCF provides investors with a clearer picture of the total annual costs in running a Collective Investment Scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depositary, custody, FCA, taxation services, audit fees and transaction charges. Collectively these fees are known as other expenses.

The Fund has invested primarily in Collective Investment Schemes and the fees incurred by the schemes in relation to the Fund are disclosed in the following table as synthetic OCF. The synthetic OCF includes percentage rebates from holdings in Collective Investment Schemes.

Expense Type	Period to 30.09.2023	Year to 31.03.2023
I Accumulation Shares		
ACD's periodic charge	0.40%	0.40%
Synthetic OCF	0.15%	0.13%
Other expenses	0.04%	0.04%
Ongoing charges figure*	0.59%	0.57%

*The current period OCF is annualised based on the fees suffered during the accounting period.

Financial Statements - Santander Atlas Portfolio 6 (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Income				
Net capital gains/(losses)		624,284		(21,463,948)
Revenue	2,380,573		2,437,008	
Expenses	(479,030)		(498,034)	
Interest payable and similar charges	25,558		(4,836)	
Net revenue before taxation	1,927,101		1,934,138	
Taxation	-		5,433	
Net revenue after taxation		1,927,101		1,939,571
Total return before distributions		2,551,385		(19,524,377)
Distributions		(1,927,101)		(1,939,581)
Change in net assets attributable to shareholders from investment activities		624,284		(21,463,958)

Statement of change in net assets attributable to shareholders (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Opening net assets attributable to shareholders		228,350,195*		244,560,591
Amounts receivable on issue of shares	823,271		3,051,902	
Amounts payable on cancellation of shares	(10,903,636)		(5,750,741)	
		(10,080,365)		(2,698,839)
Dilution adjustment		1,968		1,279
Change in net assets attributable to shareholders from investment activities		624,284		(21,463,958)
Retained distribution on accumulation shares		1,887,351		1,933,380
Closing net assets attributable to shareholders		220,783,433		222,332,453*

* The net assets at the start of the current period do not equal the net assets at the end of the comparative period as they are not consecutive periods.

Balance sheet (unaudited)

as at 30 September 2023

	30 September 2023 £	31 March 2023 £
Assets:		
Fixed assets:		
Investments	219,976,227	223,388,506
Current assets:		
Debtors	172,355	134,662
Cash and bank balances	11,283,866	14,030,193
Total assets	<u>231,432,448</u>	<u>237,553,361</u>
Liabilities:		
Investment liabilities	(949,918)	(368,845)
Creditors		
Bank overdrafts	(9,238,564)	(8,348,224)
Other creditors	(460,533)	(486,097)
Total liabilities	<u>(10,649,015)</u>	<u>(9,203,166)</u>
Net assets attributable to shareholders	<u><u>220,783,433</u></u>	<u><u>228,350,195</u></u>

Accounting policies

The interim financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

The distribution policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

Distribution tables (unaudited)

for the six months ended 30 September 2023

Distributions on I Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution payable 2023	Distribution paid 2022
Group 1	30.11.23	interim	2.1112	-	2.1112	2.0136
Group 2	30.11.23	interim	1.4457	0.6655	2.1112	2.0136

Equalisation

Equalisation applies only to Group 2 shares. It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholders but must be deducted from the cost of shares for capital gains tax purposes.

Accumulation distributions

Holders of accumulation shares should add the distributions received thereon to the cost of the shares for capital gains tax purposes.

Santander Enhanced Income Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide an income, with some potential for capital growth (to grow the value of your investment), over a 5+ year time horizon.

The Fund has a target annual income of 5% per annum, although this is not guaranteed.

Investment Policy

The Fund is actively managed (by the appointed Sub-Investment Manager) and aims to achieve its objectives by investing at least 80% in a wide range of shares in companies listed, at the time of purchase, in the UK. Such companies may also be domiciled, incorporated or conduct a significant part of their business in the UK and can include Real Estate Investment Trusts (a type of property investment company) and other investment trusts.

The Fund may also invest up to 20% in shares in companies listed, at the time of purchase, in developed markets outside of the UK. The Fund will at all times be invested between 85% and 100% in shares.

The Fund may also invest, globally in developed markets, up to 5% in bonds issued by companies, governments, government bodies and supranationals (excluding sub-investment grade bonds), and up to 10% in cash, cash like and other money market instruments. This flexibility may be used at times when, for example, the Sub-Investment Manager believes that the potential returns from exposure to shares generally, or shares in a specific company relative to bonds issued by that company, have become less attractive, or due to adverse market conditions.

The Fund will typically invest directly. However, the Fund can also invest indirectly:

- by investing up to 10% in units of Actively Managed and/or Passively Managed Collective Investment Schemes. These Collective Investment Schemes may be managed by the ACD, any Sub-Investment Manager or other companies (including within the Santander Group). The Collective Investment Schemes may invest in a broader range of assets than the Fund (for example they may have exposure to commodities) and may use Derivatives differently; and
- in property through investment in Real Estate Investment Trusts primarily to generate income.

The Fund may use Derivatives for Investment Purposes (where Derivatives are used as part of the Fund's investment strategy to help achieve its investment objectives), and for Efficient Portfolio Management (including hedging), where Derivatives are used to either reduce risk, reduce cost, or to generate additional capital or income without materially affecting the risk profile of the Fund.

The Fund is managed with reference to the FTSE All Share Index TR as a Constraint Benchmark as further detailed in "Investment Strategy and Process" below.

The Fund has a Risk Category of High in accordance with Santander UK plc's Risk Categorisation Process.

Santander Enhanced Income Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process

The ACD's investment philosophy is that the Fund's investment objectives can be achieved from appointing a skilled investment manager which focuses on long term investment views. The ACD has appointed one Sub-Investment Manager, based on their expertise, to manage the entire Fund and has put in place the investment guidelines which the Sub-Investment Manager must follow.

The ACD has in place an internal analysis and due diligence process to monitor the Sub-Investment Manager's management of the Fund, and it can change the Sub-Investment Manager at its discretion if it believes that this is in the best interests of Shareholders in the Fund.

The Sub-Investment Manager actively manages the Fund. This means that it aims to achieve the Fund's investment objectives by using its discretion to select investments that it believes will deliver income, in particular shares in companies which pay dividends.

The Sub-Investment Manager aims to enhance the natural income from the shares in which the Fund invests by using Derivatives. A key strategy used by the Sub-Investment Manager in this respect is the use of covered call options, where the Fund owns a share and sells the right to buy that share at a specified price within a specified time period, for the purpose of providing additional income to the Fund. It is expected that Derivatives will be used by the Fund regularly for Efficient Portfolio Management and less frequently for Investment Purposes.

As part of its investment process the Sub-Investment Manager will consider a number of factors with a focus on:

- Quality: companies that have, for example, consistent profits and strong cash flow, low debt and actual or potential asset growth;
- Momentum: a company's share price has performed well over a short period and is expected to continue to do so; and
- Value: a company's share price is lower than expected based on the company's characteristics and financial results.

To help inform its investment views and in addition to its own analysis, the Sub-Investment Manager uses external research as well as a third party screening process which identifies and ranks some of the companies the Fund may invest in based on quality, momentum and value.

An assessment will be completed by the Sub-Investment Manager on investment opportunities before investment decisions are made. Based on its investment views, the Sub-Investment Manager will select shares in companies which it believes will best achieve the Fund's investment objectives. In practice this means the Fund's portfolio will typically consist of shares in companies which offer attractive dividend prospects (with the aim of providing income for the Fund) and also predominantly have good quality and momentum characteristics (which provides the potential for capital growth for the Fund).

The Derivative strategies which the Sub-Investment Manager uses to enhance income may reduce (but not exclude) the potential for capital growth opportunities.

Santander Enhanced Income Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

While the Sub-Investment Manager will favour long term investments and avoid a high turnover of the Fund's portfolio and associated costs which can negatively impact the Fund's performance, it can change the Fund's investments, including to hold shorter term investments, where it believes these will provide income from dividends.

The companies the Sub-Investment Manager invests in can be of any size, however it will have a bias to investing in medium sized companies (for example those companies in the FTSE 250 Index). This is because the Sub-Investment Manager believes that these companies have good quality and momentum characteristics as well as attractive dividend prospects.

Although the Sub-Investment Manager has discretion to select investments, it will typically manage the Fund with a Tracking Error (against the Constraint Benchmark) of up to 6%. This means that although the Sub-Investment Manager does not have to invest in the same assets or in the same amounts, and may hold significantly fewer assets, than those which make up the Constraint Benchmark, some of the Fund's investments will reflect the constituents of the Constraint Benchmark. The Tracking Error of the Fund's portfolio may occasionally (for instance during volatile market conditions) be higher than 6% provided this is consistent with the investment strategy of the Fund.

Further Information

The Fund will make income distributions to Shareholders on the Distribution Dates listed whilst Shareholders will always receive the income earned by the Fund, tax implications for a Shareholder may vary based on whether they subscribed or redeemed units in the Fund during a financial year, and on their individual tax situation.

The Constraint Benchmark has been selected for the Fund as it is representative of shares listed in the UK and therefore broadly in line with the investment policy of the Fund. The Constraint Benchmark is provided by FTSE International Limited, which as at the date of this Prospectus is included in the public register of administrators and benchmarks established and maintained by the FCA.

The base currency of the Fund is UK Sterling.

For further information, please refer to the Prospectus.

Sub-Investment Manager

Schroder Investment Management Limited

Risk Profile

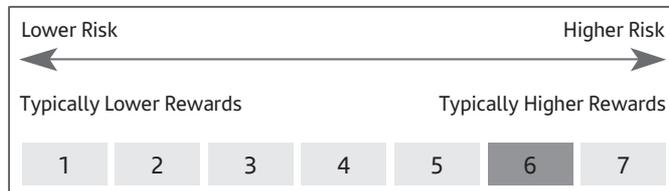
The main risks within the portfolio relate to changes in the prices of securities held. Other risks include: Capital erosion risk, counterparty risk, country risk, currency risks, derivatives risk, income risk, investment style and management risk, liquidity risk, smaller and medium sized companies risk and stock market risk. The ACD reviews policies for managing these risks regularly as part of the process for achieving the investment objective. The Fund does not borrow in the normal course of business. Please refer to the Prospectus for further information.

Santander Enhanced Income Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication for the future risk profile of the Fund.

The lowest risk and reward indicator does not mean risk free.

The risk and reward indicator shown is not guaranteed and may change over time.

Performance

Capital Growth

Percentage price change from 30 September 2018 to 29 September 2023	
Santander Enhanced Income Portfolio I Accumulation Shares	14.60%
Santander Enhanced Income Portfolio I Income Shares	14.38%
FTSE All-Share Index [^]	19.46%
Percentage price change from 31 March 2023 to 29 September 2023	
Santander Enhanced Income Portfolio I Accumulation Shares	2.05%
Santander Enhanced Income Portfolio I Income Shares	2.00%
FTSE All-Share Index [^]	1.39%

Source Lipper - NAV at noon, bid to bid, net of fees, revenue reinvested (accumulation class only).

Source Factset- Market index returns are based on daily index valuations as at close-of-business of the relevant market and are not subject to fees.

Past performance is not a guarantee of future performance. The value of investments and the revenue from them can go down as well as up and investors may not get back the amount originally invested.

Santander Enhanced Income Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Market Review

UK shares rose by the end of the period⁹⁵, driven by large British companies⁹⁶ that generate most of their earnings overseas, which benefitted from higher oil prices and a weaker pound making exports more competitive.⁹⁷

These gains were enough to offset a drop in the shares of medium-sized firms⁹⁸ that rely more on the local economy, which shows signs of slowing. The decline was exacerbated by growing evidence that interest rates must remain higher for longer to combat inflation, which damaged investors' confidence.⁹⁹

The UK has been struggling more than its developed nation peers, such as the US and the Eurozone, to counteract inflation with interest rate increases. This is because of its heavy reliance on imported food, drink, and gas, where prices remained high due to supply chain disruptions caused by the ongoing war in Ukraine.¹⁰⁰

After four successive months of inflation exceeding economists' expectations^{101, 102, 103, 104}, it finally slowed more than had been expected in June and eased further in July.¹⁰⁵ Prices then unexpectedly moderated even further in August, evidencing the 14 consecutive interest rate rises were starting to help cool price rises.¹⁰⁶

As a result, the Bank of England (BoE) opted to keep interest rates unchanged at its September meeting, ending the most aggressive cycle of interest rate increases since they took over responsibility for setting rates in May 1997. However, BoE policymakers cautioned that the pause may only be temporary and would resume if inflation fails to fall further to their long-term target of 2%.¹⁰⁷

While the UK economy avoided a recession, it remains fragile. The economy shrank by 0.5% in July – more than many economists had predicted – to wipe out its 0.5% growth in June.¹⁰⁸

The BoE has lowered its forecast for UK economic growth this year, highlighting weakness in the country's housing market.¹⁰⁹ British house prices fell at the fastest pace since 2009 in the year through August due to the impact of higher interest rates.¹¹⁰

⁹⁵ FTSE All-Share Index, 30 September 2023

⁹⁶ FTSE 100 Index, 30 September 2023

⁹⁷ Shares Magazine, 29 September 2023

⁹⁸ FTSE 250 Index, 30 September 2023

⁹⁹ Reuters, 18 August 2023

¹⁰⁰ Organisation for Economic Co-operation and Development, 3 August 2023

¹⁰¹ The Guardian, 22 March 2023

¹⁰² Reuters, 19 April 2023

¹⁰³ CNBC, 21 June 2023

¹⁰⁴ CNBC, 21 June 2023

¹⁰⁵ Reuters, 16 August 2023

¹⁰⁶ Associated Press, 20 September 2023

¹⁰⁷ Bloomberg, 21 September 2023

¹⁰⁸ Reuters, 13 September 2023

¹⁰⁹ Reuters, 21 September 2023

¹¹⁰ Reuters, 7 September 2023

Santander Enhanced Income Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period)

The Fund's objective is to provide an income, with some potential for capital growth, over a period of five or more years. The Fund has a target annual income of 5%, which isn't guaranteed. It is actively managed by a sub-investment manager and invests at least 80% in shares in companies listed in the UK, including real estate investment trusts (REITs) and other investment trusts. The Fund can invest up to 20% in shares in companies listed in developed markets outside the UK. It may also be up to 5% invested in high-quality bonds and 10% in cash.

The Fund is on track to exceed its annual income target for this financial year (not guaranteed).

The sub-investment manager stuck to its strategy of investing in high-quality companies of varying sizes, which have the potential to offer stable dividend growth. Although it also invests in small and large companies, it tends to favour medium-sized businesses due to their growth potential when compared to larger companies over the longer term.

All the holdings in the Fund paid dividends, most slightly exceeding the expectations of the sub-investment manager.

Over the past five years, the Inst. Accumulation Share Class delivered a cumulative return of 14.60% (2.76% annualised), and the I Income shares cumulatively returned 14.38% (2.72% annualised).

During the six months, the top five dividend payers were financial services firm Legal & General Group, promotional company 4imprint Group, concrete-levelling equipment maker Somero Enterprises, Diversified Energy Company and Norway's DNB Bank.

While other companies, including online property company Rightmove, software business Kainos, and industrial equipment rental group Ashtead, are paying below-average dividends, the sub-investment manager believes they have strong growth potential and are therefore remain worthwhile investments.

The sub-investment manager's astute share selection aided the Fund's positive performance. The Fund benefitted from its holdings in DNB, Games Workshop, Domino's Pizza, and private-equity firm 3i Group.

The decision to hold less shares in alcoholic beverage company Diageo than the benchmark enhanced returns, as this business underperformed over the reporting period. However, these gains were partially offset by poor performances from the Fund's investments in mortgage-lender OSB Group and power-generation company Drax, as well as a decision to hold fewer shares in Shell, which benefitted from soaring gas prices.

The Fund's bias in favour of medium-sized companies over the six months hindered its performance, and so did some of the sectors the sub-investment manager chose to focus on. The decision to hold fewer shares in energy and more shares in utilities compared to the benchmark diluted the Fund's returns.

Conversely, the Fund benefitted from holding less shares in consumer staples and increasing its holding of shares in the technology sector, where a surge of interest in artificial intelligence (AI) led to soaring valuations.

Santander Enhanced Income Portfolio

Interim Report and Financial Statements for the six months ended 30 September 2023 (continued)

Investment commentary (continued)

Performance Review and Investment Activity (Reporting Period) (continued)

Significant transactions during the period included switching from Diageo to Unilever and TotalEnergies to Shell. The Fund also added new holdings in B&M European Retail and Telecom. Several existing holdings were topped up, including those in food supplier Cranswick, GSK, defence-technology firm QinetiQ, Rightmove and Bioventix.

Small positions in Eurocell, Headlam, Hilton Food Group and Secure Trust Bank were sold, while holdings were trimmed in Dominos Pizza, Diversified Energy Company, Redrow, Drax Group and Games Workshop.

Market Outlook

The sub-investment manager remains positive regarding UK shares because they are significantly more attractively priced than their international peers. Based on their valuations, UK shares are among the world's cheapest¹¹¹, which informs the sub-investment manager's upbeat outlook in this area.

Despite estimates that dividend growth will slow this year¹¹², the sub-investment manager highlighted that UK companies can provide sustainable dividends while continuing to invest in their businesses and support future growth.

The sub-investment manager believes that investing in high-quality companies with a proven track record of value creation is the correct strategy in the long-term and will reward patient investors.

Robert McElvanney

Head of UK Front Office

For and on behalf of Santander Asset Management UK Limited

October 2023

¹¹¹ *Bloomberg, 10 July 2023*

¹¹² *Trustnet, 27 July 2023*

Summary of material portfolio changes (unaudited)

for the six months ended 30 September 2023

Purchases	Cost £	Sales	Proceeds £
Shell	1,681,974	TotalEnergies	2,021,250
Unilever	1,156,088	RELX	1,268,000
RELX	783,776	3i	900,999
Telecom Plus	544,760	Bunzl	576,000
Rightmove	511,987	Associated British Foods	560,000
Bunzl	418,568	Hilton Food	535,825
Ashthead	333,482	Diageo	509,911
Bioventix	289,269	Berkeley	501,142
B&M European Value Retail	260,958	Diversified Energy	438,806
GSK	245,510	BHP	329,161
Cranswick	230,847	Secure Trust Bank	318,069
3i	220,115	Games Workshop	292,691
Associated British Foods	215,423	Strix	292,406
HSBC	206,101	Domino's Pizza	292,196
4imprint	205,358	Drax	284,614
Bloomsbury Publishing	179,565	Eurocell Plc	281,809
QinetiQ	169,502	Headlam	276,512
Howden Joinery	149,272	Vertu Motors	268,702
OSB	111,218	Redrow	187,688
		Polar Capital	119,411
Total cost of purchases for the period	<u>7,913,773</u>	Total proceeds from sales for the period	<u>10,255,192</u>

All purchases and sales during the year are disclosed above.

Portfolio statement (unaudited)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Equities 97.75% (98.39%)			
Australia 0.81% (1.48%)			
BHP	18,352	429,345	0.81
France nil (3.60%)			
Germany 1.38% (1.17%)			
Sirius Real Estate	849,673	731,993	1.38
Isle of Man nil (0.54%)			
Norway 5.27% (4.36%)			
Aker BP	50,057	1,140,843	2.16
DNB Bank	98,915	1,642,027	3.11
		<hr/> 2,782,870	5.27
Singapore 0.92% (0.76%)			
XP Power	20,705	488,638	0.92
Switzerland 2.01% (1.97%)			
Roche	4,732	1,061,209	2.01
United Kingdom 85.60% (82.61%)			
3i	65,183	1,351,244	2.56
4imprint	15,876	833,490	1.58
Admiral	21,457	510,033	0.97
Anglo American	42,382	960,164	1.81
Ashtead	24,047	1,202,831	2.27
Associated British Foods	22,235	459,820	0.87
B&M European Value Retail	46,693	273,808	0.52
Berkeley	26,022	1,068,724	2.02
Bioventix	17,996	683,848	1.29
Bloomsbury Publishing	127,588	510,990	0.97
Bunzl	26,111	763,747	1.44
Close Brothers	98,169	869,777	1.64
Cranswick	24,931	885,549	1.67
Domino's Pizza	131,952	496,667	0.94
Drax	191,484	840,232	1.59
Dunelm	115,326	1,209,770	2.29
FDM	54,144	281,007	0.53
Games Workshop	20,537	2,168,707	4.10
Gamma Communications	50,824	554,998	1.05

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
United Kingdom (continued)			
GSK	135,195	2,016,839	3.81
Hargreaves Lansdown	86,550	669,205	1.27
Hollywood Bowl	341,358	844,861	1.60
Howden Joinery	81,692	601,580	1.14
HSBC	370,145	2,387,065	4.51
IMI	24,067	377,371	0.71
Kainos	17,798	204,499	0.39
Legal & General	760,680	1,692,513	3.20
LondonMetric Property	187,615	322,698	0.61
National Grid	115,386	1,130,783	2.14
Next	18,912	1,379,441	2.61
OSB	345,059	1,129,723	2.14
Polar Capital	53,484	248,701	0.47
QinetiQ	222,769	710,188	1.34
Redrow	105,381	521,425	0.99
RELX	57,307	1,590,269	3.01
Rightmove	142,453	800,871	1.51
Rio Tinto	42,388	2,193,155	4.15
RS	52,418	385,377	0.73
Severfield	403,813	248,749	0.47
Shell	69,934	1,822,480	3.44
Softcat	115,276	1,681,877	3.18
SSE	69,712	1,122,014	2.12
SThree	166,910	624,243	1.18
Telecom Plus	31,919	475,593	0.90
Tritax Big Box REIT	417,212	583,262	1.10
Unilever	62,272	2,529,177	4.78
United Utilities	50,241	476,385	0.90
Vertu Motors	773,891	578,096	1.09
		45,273,846	85.60
United States 1.76% (1.11%)			
Diversified Energy	603,154	486,444	0.92
Somero Enterprises	166,592	441,469	0.84
		927,913	1.76
Total Equities		51,695,814	97.75

Portfolio statement (continued)

as at 30 September 2023

Investment	Holding or nominal value of positions at 30 September	Market value £	Percentage of total net assets %
Investment Trusts 0.74% (0.79%)			
Greencoat UK Wind	280,620	392,868	0.74
		<hr/> 392,868	<hr/> 0.74
Options -0.05% (-0.10%)			
Admiral Call GBP 25.86 17 November 23	(10)	(1,408)	-
BHP Call GBP 25 17 November 23	(6)	(2,626)	(0.01)
Next Call GBP 80 17 November 23	(6)	(2,190)	-
Rio Tinto Call GBP 55.54 17 November 23	(11)	(8,173)	(0.02)
Shell Plc Call GBP 27 17 November 23	(23)	(10,120)	(0.02)
		<hr/> (24,517)	<hr/> (0.05)
Portfolio of investments		<hr/> 52,064,165	<hr/> 98.44
Net other assets		823,867	1.56
Total net assets		<hr/> 52,888,032	<hr/> 100.00

Figures in brackets represent sector distribution at 31 March 2023.

All equity shares are listed ordinary shares unless otherwise stated.

Options are derivative investments and are listed on recognised exchanges.

Statistical information (unaudited)*for the six months ended 30 September 2023*

		I Income Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	50,892,160	53,603,106	61,532,290	54,727,736
Closing number of shares	26,447,381	27,713,715	27,925,557	25,594,484
Net asset value per shares(p)	192.43	193.42	220.34	213.83
Prices				
Highest share price (p)	199.9	224.0	235.2	215.6
Lowest share price (p)	185.0	170.1	200.1	159.5
		I Accumulation Shares		
	30.09.2023	31.03.2023	31.03.2022	31.03.2021
Other information				
Closing net asset value (£)	1,995,872	1,911,241	2,036,809	1,217,105
Closing number of shares	913,369	894,635	883,388	572,554
Net asset value per shares(p)	218.52	213.63	230.57	212.57
Prices				
Highest share price (p)	224.1	233.7	240.5	212.8
Lowest share price (p)	206.7	183.1	207.5	151.6

Statistical information (continued)*for the six months ended 30 September 2023***Ongoing Charges Figure (OCF)**

The OCF provides investors with a clearer picture of the total annual costs in running a Collective Investment Scheme. The OCF consists principally of the ACD's periodic charge, but also includes the costs for other services paid in respect of Depositary, custody, FCA, taxation services, audit fees and transaction charges. Collectively these fees are known as other expenses.

Expense Type	Period to 30.09.2023	Year to 31.03.2023
I Income Shares		
ACD's periodic charge	0.50%	0.50%
Other expenses	0.06%	0.07%
Ongoing charges figure*	0.56%	0.57%
I Accumulation Shares		
ACD's periodic charge	0.50%	0.50%
Other expenses	0.06%	0.07%
Ongoing charges figure*	0.56%	0.57%

*The current period OCF is annualised based on the fees suffered during the accounting period.

Financial Statements - Santander Enhanced Income Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Income				
Net capital losses		(156,807)		(13,274,043)
Revenue	1,571,902		1,742,219	
Expenses	(148,046)		(162,899)	
Interest payable and similar charges	(13)		(312)	
Net revenue before taxation	<u>1,423,843</u>		<u>1,579,008</u>	
Taxation	<u>(37,336)</u>		<u>(48,005)</u>	
Net revenue after taxation		<u>1,386,507</u>		<u>1,531,003</u>
Total return before distributions		1,229,700		(11,743,040)
Distributions		(1,518,853)		(1,603,217)
Change in net assets attributable to shareholders from investment activities		<u>(289,153)</u>		<u>(13,346,257)</u>

Statement of change in net assets attributable to shareholders (unaudited)

for the six months ended 30 September 2023

	2023		2022	
	£	£	£	£
Opening net assets attributable to shareholders		55,514,347*		63,569,099
Amounts receivable on issue of shares	688,121		2,663,420	
Amounts payable on cancellation of shares	<u>(3,082,769)</u>		<u>(2,521,040)</u>	
		(2,394,648)		142,380
Dilution adjustment		2,889		(216)
Change in net assets attributable to shareholders from investment activities		(289,153)		(13,346,257)
Retained distribution on accumulation shares		54,597		52,866
Closing net assets attributable to shareholders		<u>52,888,032</u>		<u>50,417,872*</u>

* The net assets at the start of the current period do not equal the net assets at the end of the comparative period as they are not consecutive periods.

Balance sheet (unaudited)

as at 30 September 2023

	30 September 2023 £	31 March 2023 £
Assets:		
Fixed assets:		
Investments	52,088,682	54,617,650
Current assets:		
Debtors	147,950	494,094
Cash and bank balances	2,094,192	2,031,155
Total assets	<u>54,330,824</u>	<u>57,142,899</u>
Liabilities:		
Investment liabilities	(24,517)	(53,359)
Creditors		
Bank overdrafts	(1,152,606)	(592,967)
Distributions payable	(108,059)	(714,875)
Other creditors	(157,610)	(267,351)
Total liabilities	<u>(1,442,792)</u>	<u>(1,628,552)</u>
Net assets attributable to shareholders	<u><u>52,888,032</u></u>	<u><u>55,514,347</u></u>

Accounting policies

The interim financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

The distribution policies applied are consistent with those of the annual financial statements for the year ended 31 March 2023 and are described in those financial statements.

Distribution tables (unaudited)

for the six months ended 30 September 2023

Distributions on I Income Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.05.23	monthly	0.7624	-	0.7624	0.9300
	30.06.23	monthly	0.7624	-	0.7624	0.9300
	31.07.23	monthly	0.7624	-	0.7624	0.9300
	31.08.23	monthly	1.2218	-	1.2218	0.9300
	30.09.23	monthly	1.4702	-	1.4702	0.9300
	31.10.23	interim	0.4086	-	0.4086	0.9250
Group 2	31.05.23	monthly	0.3235	0.4389	0.7624	0.9300
	30.06.23	monthly	0.0000	0.7624	0.7624	0.9300
	31.07.23	monthly	0.0000	0.7624	0.7624	0.9300
	31.08.23	monthly	0.2906	0.9312	1.2218	0.9300
	30.09.23	monthly	0.7647	0.7055	1.4702	0.9300
	31.10.23	interim	0.2275	0.1811	0.4086	0.9250

Distributions on I Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2023	Distribution paid 2022
Group 1	31.05.23	monthly	0.8276	-	0.8276	0.9700
	30.06.23	monthly	0.8276	-	0.8276	0.9700
	31.07.23	monthly	0.8276	-	0.8276	0.9700
	31.08.23	monthly	1.4093	-	1.4093	0.9700
	30.09.23	monthly	1.6533	-	1.6533	0.9700
	31.10.23	interim	0.4630	-	0.4630	0.9679
Group 2	31.05.23	monthly	0.1573	0.6703	0.8276	0.9700
	30.06.23	monthly	0.0000	0.8276	0.8276	0.9700
	31.07.23	monthly	0.0000	0.8276	0.8276	0.9700
	31.08.23	monthly	0.5362	0.8731	1.4093	0.9700
	30.09.23	monthly	0.5627	1.0906	1.6533	0.9700
	31.10.23	interim	0.2860	0.1770	0.4630	0.9679

Equalisation

Equalisation applies only to Group 2 shares. It is the average amount of revenue included in the purchase price of Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholders but must be deducted from the cost of shares for capital gains tax purposes.

Accumulation distributions

Holders of accumulation shares should add the distributions received thereon to the cost of the shares for capital gains tax purposes.

Further information

Report and Accounts

Copies of annual and half-yearly long reports may be requested from the ACD or inspected at FNZ TA Services Ltd, Level 7, 2 Redman Place, Stratford, London E20 1JQ, United Kingdom.

The annual accounting period for the Company ends each year on 31 March, and the interim reporting period ends on 30 September.

The annual reports of the Company are published on or before 31 July and half yearly reports by 30 November each year.

Funds and share classes

Fund	Share classes	ACD's annual management charge
Santander Sterling Bond Portfolio	R Accumulation Shares	0.50%
Santander Max 50% Shares Portfolio	R Accumulation Shares	0.55%
	R Income Shares	0.55%
	S Accumulation Shares	0.55%
Santander Max 70% Shares Portfolio	R Accumulation Shares	0.65%
	S Accumulation Shares	0.65%
Santander Max 100% Shares Portfolio	R Accumulation Shares	0.70%
	S Accumulation Shares	0.70%
Santander Atlas Portfolio 6	I Accumulation Shares	0.40%
Santander Enhanced Income Portfolio	I Accumulation Shares	0.50%
	I Income Shares	0.50%

Income attributable to accumulation Shares is automatically added to (and retained as part of) the capital assets of the relevant Fund at the end of each applicable interim and/or annual accounting period and is reflected in the relevant Share price. Income attributable to income Shares is distributed to Shareholders in respect of each accounting period.

Each class may attract different charges and expenses and so monies may be deducted from the scheme property attributable to such classes in unequal proportions. In these circumstances, the proportionate interests of the classes within a Fund will be adjusted accordingly.

Further classes may be established from time to time by the ACD with the agreement of the Depositary, and where relevant the approval of the FCA, and in accordance with the Instrument of Incorporation. On the introduction of any new Fund or class, a revised prospectus will be prepared as soon as reasonably practical, setting out the details of such new Fund or class.

Minimum Investment

The minimum initial investment for all the R and I share classes is £500. The minimum initial investment for all the S share classes is £10,000,000 and the minimum subsequent investment for all share classes is £1.50.

The minimum withdrawal amount for all share classes is £1.50, provided a minimum value of £500 remains for the R share classes and I Income, a minimum value of £1,000,000 remains for the I Accumulation share class and a minimum value of £10,000,000 remains for the S share classes.

Further information (continued)

Voting Rights

Every Shareholder who (being an individual) is present in person, or (being a corporation) by its properly authorised representative, shall have one vote on a show of hands. A Shareholder may vote in person or by proxy on a poll vote, and any Shareholder entitled to more than one vote need not use all his votes or cast all the votes he uses in the same way.

For some resolutions, for example to approve certain amendments to the Instrument of Incorporation, an extraordinary resolution is required. For an extraordinary resolution to be passed, at least 75% of the votes cast at the meeting must be in favour of it.

For other resolutions, an ordinary resolution is required. For an ordinary resolution to be passed, more than 50% of the votes cast at the meeting must be in favour of it.

The rights attached to a class may only be varied in accordance with the FCA Regulations.

The ACD will not be counted in the quorum for a meeting. The ACD and its associates are not entitled to vote at any meeting, except in respect of shares which the ACD or an associate holds on behalf of or jointly with a person who, if itself the registered Shareholder, would be entitled to vote and from whom the ACD or its associate has received voting instructions.

Shareholders for the purposes of attending and voting at a meeting means those on the date seven days before the notice of the relevant meeting was sent out, but excludes holders those who are known to the ACD not to be Shareholders at the time of the meeting.

Any joint Shareholders may vote provided that if more than one joint holder of a share votes, the most senior joint Shareholder in the Register who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the votes of the other joint Shareholder.

Winding Up of the Company or Terminating a Fund

The Company may not be wound up except:

- by the court, as an unregistered company under Part V of the Insolvency Act 1986; or
- if the Company is solvent, under the provisions of the FCA Regulations.

To wind up the Company under the FCA Regulations, the ACD has to notify the FCA of the proposal, confirming that the Company will be able to meet all its liabilities within the following 12 months.

Under the FCA Regulations the Company must be wound up or a Fund terminated:

- (a) if an extraordinary resolution is passed to that effect;
- (b) if the FCA agrees to a request by the ACD for revocation of the order in respect of the winding up of the Company or termination of a Fund (provided no material change in any relevant factor occurs prior to the date of the relevant revocation);
- (c) on the occurrence of an event specified in the Instrument of Incorporation as triggering a winding up of the Company or termination of a Fund;

Further information (continued)

Winding Up of the Company or Terminating a Fund (continued)

- (d) when the period (if any) fixed for duration of the Company or a particular Fund by the Instrument of Incorporation expires or any event occurs on the occurrence of which the Instrument of Incorporation provides that the Company is to be wound up or a particular Fund terminated (for example if the net asset value of a Fund is less than £5,000,000 at any time more than one year after the first issue of shares in that Fund);
- (e) in the case of the Company, on the effective date of a duly approved scheme of arrangement which is to result in the Company ceasing to hold any scheme property;
- (f) in the case of a Fund, on the effective date of a duly approved scheme of arrangement which is to result in the Fund ceasing to hold scheme property; or
- (g) on the date when all Funds fall within (f) above or have otherwise ceased to hold any scheme property, notwithstanding that the Company may have assets and liabilities that are not attributable to any particular Fund.

On the occurrence of any of the above:

- FCA Regulations relating to dealing, valuation, pricing, investment and borrowing will cease to apply to the Company or the Fund;
- the Company will cease to issue and cancel shares in the Company or the Fund;
- the ACD will cease to sell or redeem shares or arrange for the Company to issue or cancel them for the Company or the Fund;
- no transfer of shares will be registered and no change to the Register will be made without the sanction of the ACD.
- where the Company is to be wound up, it will cease to carry on its business except as is required for its beneficial winding up; and
- the corporate status and corporate powers of the Company and (subject to the provisions above) the powers of the ACD continue until the Company is dissolved.

The ACD will, as soon as practicable after the Company or the Fund falls to be wound up or terminated (as appropriate) realise the assets and meet the liabilities of the Company or the Fund and, after paying out or retaining adequate provision for all liabilities properly payable and retaining provision for the costs of winding up or termination, arrange for the Depositary to make one or more interim distributions out of the proceeds to Shareholders proportionately to their rights to participate in the property of the Company or the Fund.

If the ACD has not previously notified Shareholders of the proposals to wind up the Company or to terminate the Fund, it will, as soon as practicable after the commencement of the winding up of the Company or termination of the Fund, give written notice of this commencement to Shareholders. When the ACD has caused all of the relevant property and all of the liabilities of the Company or the particular Fund to be realised, it will arrange for the Depositary to make a final distribution to Shareholders on or prior to the date on which the final account is sent to Shareholders of any balance remaining in proportion to their holdings in the Company or a particular Fund.

As soon as reasonably practicable after completion of the winding up of the Company or the termination of a particular Fund, the Depositary will notify the FCA that the winding up or termination has been completed.

Following the completion of a winding up of the Company or termination of a Fund, the ACD must prepare a final account showing how the winding up or termination took place and how the property was distributed. The Auditors will make a report in respect of the final account stating their opinions as to whether it has been properly prepared. This final account and the

Further information (continued)

Winding Up of the Company or Terminating a Fund (continued)

Auditors' report on it must be sent to the FCA and to each affected Shareholder (or the first named of joint Shareholders) within four months of the completion of the winding up or termination.

As the Company is an umbrella company, each Fund has a specific segregated portfolio of assets and any liabilities attributable or allocated to a particular Fund shall be met out of the property attributable, or allocated to, that particular Fund. Accordingly, the assets of each Fund belong exclusively to that Fund and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the Company or any other Fund, and shall not be available for any such purpose. Any liabilities, expenses, costs or charges which are not attributable to one Fund only and allocated in accordance with the FCA Regulations, may be re-allocated by the ACD provided that such re-allocation shall be done in a manner which is fair to Shareholders generally.

Dealing

The Funds are currently available to retail and institutional investors. Retail investors may only invest in a Fund through authorised intermediaries such as Fund platforms, nominees or a financial advisor.

The ACD's delegate, FNZ TA Services Limited, is available to deal with requests from institutional investors to buy, redeem (sell) or switch Shares between 9am and 5pm on each Business Day.

Such applications and instructions may be made by post or electronic means where available. The Shares are bought, sold or switched at a forward price, being the price determined at the next valuation of the property of the relevant Fund after the receipt by FNZ TA Services Limited of the investor's instructions.

Subject to the ACD's internal approvals for new investors including anti-money laundering measures:

- valid requests received prior to the 12noon Valuation Point are dealt that day;
- if valid requests are received after the Valuation Point, they are marked at the price at the next Valuation Point; and
- valid requests are processed at the next applicable Valuation Point following receipt of the request except in the case where dealing in a Fund has been deferred or suspended.

Please refer to the Prospectus for further information.

Pricing and dilution adjustment

Shares are priced on a single mid-market pricing basis in accordance with the FCA Regulations.

The price of a Share is the Net Asset Value attributable to the relevant Class divided by the number of Shares of that Class in issue.

The Net Asset Values attributable to each Class of each Fund will normally be calculated at 12 noon UK time on each Business Day.

The ACD reserves the right to revalue a Class or Fund at any time at its discretion.

For the purpose of calculating the price at which Shares in a Fund are to be issued or sold, the values of investments are calculated by using mid-market prices. The actual cost of buying or selling a Fund's investments may be higher or lower than

Further information (continued)

Pricing and dilution adjustment (continued)

the mid-market values used in calculating the Share price, for example due to dealing charges or through dealing at prices other than the mid-market price. Under certain circumstances this will have an adverse effect on the continuing Shareholders in a Fund. This effect is called "dilution".

For the purpose of reducing dilution in a Fund, the ACD may make a dilution adjustment to the price of a Share so that it is above or below that which would have resulted from a mid-market valuation of the Fund's investments. This will give a more accurate value of the actual price paid or received.

A dilution adjustment will be applied where a Fund is experiencing issues and redemptions of Share on an aggregated basis. The dilution adjustment is calculated by reference to the costs of dealing in the underlying investments of the relevant Fund, including any dealing spreads, commissions and transfer taxes.

As dilution is directly related to the issues and sales of Shares in a Fund, it is not possible to predict accurately whether dilution will occur at a future point in time or how frequently however, based on historical data, the ACD expects to make a dilution adjustment on most occasions when Shares are issued or redeemed. A typical adjustment, based on historical data, is expected to be between 0% and 2% for the issue and redemption of Shares.

Please refer to the Prospectus for further information.

OCF Cap

A Fund may operate with an "OCF cap" in respect of one or more of its Share Classes. This means that the ongoing charges figure ("OCF") the Share Class is subject to is set at a fixed maximum amount. Where a Share Class has an OCF cap, if the costs which are included in the OCF calculation exceed the amount of the cap then the ACD will pay any excess out of its own resources. Where the OCF calculation is equal to or below the OCF cap, the Share Class will pay this amount.

Taxation

The Funds pay corporation tax at 20% on their taxable income less expenses and are generally exempt from capital gains tax.

Where a Fund pays dividend distributions, these are paid without any deduction of tax. The first £1,000 of dividends, including dividend distributions from a Fund, paid to an individual (or, in the case of accumulation Shares, retained in a Fund and reinvested) in any tax year are tax-free (the dividend allowance). Where an individual's total dividends from all sources paid or treated as paid to an individual are more than the dividend allowance in a tax year, then the amount over the allowance is taxable at dividend tax rates which depend on the individual's circumstance.

A Fund which is over 60% invested in interest paying investments for the whole of its distribution period can pay interest distributions, these are generally known as 'bond funds'. The only Fund which is currently a bond fund is Santander Sterling Bond Portfolio. Individuals are entitled to a personal savings allowance each tax year, if an individual utilises their annual allowance they could be liable to pay additional tax on the gross distribution.

A distribution received by a shareholder liable to corporation tax is received as franked revenue to the extent that the revenue of the Fund consists of franked revenue. The balance of the distribution is received as an annual payment from which tax has been deducted at the basis rate.

Your tax voucher will indicate the appropriate rate of tax depending on whether interest or dividend distributions apply.

Further information (continued)

Taxation (continued)

Please refer to the Prospectus for further information.

Risk Warnings

Please note that past performance is not necessarily a guide to the future. The price of shares and any revenue from them can fall as well as rise and you may not get back the amount you originally invested. Significant changes in interest rates could also affect the value of your investment and any foreign investments will be affected by fluctuations in rates of currency exchange. Investment in a Fund should generally be viewed as a long-term investment. **Please refer to the Key Investor Information Document for a fuller explanation of the risk warnings.** The most recent Key Investor Information Document may be obtained by visiting www.santanderassetmanagement.co.uk. Santander Asset Management UK Limited only provides information about its own products and will not give individual independent advice. Should you wish to seek advice, then please contact an Independent Financial Adviser.

Appointments

Authorised Corporate Director (ACD), Registrar and Investment Manager

Santander Asset Management UK Limited
287 St Vincent Street
Glasgow G2 5NB, United Kingdom
Authorised and regulated by the Financial Conduct Authority

Directors

Dr Jocelyn Dehnert
Lazaro de Lazaro Torres
Jacqueline Hughes
Pak Chan
Miguel Angel Sanchez Lozano – appointed 6 February 2023
Robert Noach – resigned 8 May 2023
Richard George Royds – appointed 8 May 2023

Sub-Investment Managers

BlackRock Investment Management (UK) Limited
12 Throgmorton Avenue
London EC2N 2DL, United Kingdom
Authorised and regulated by the Financial Conduct Authority

Santander Asset Management, S.A.,SGIIC (appointed effective from 7 February 2022)
Calle Serrano 69 - 28006
Madrid, Spain
Registered with the Commercial Registry of Madrid and with the Administrative Registry of the Spanish Commission of the Stock Market of Collective Investment Institutions Management Companies.

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

Depository

NatWest Trustee and Depository Services Limited
House A, Floor 0
Gogarburn
175 Glasgow Road
Edinburgh EH12 1HQ, United Kingdom
Authorised and regulated by the Financial Conduct Authority

Independent Auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Atria House, 144 Morrison Street
Edinburgh, EH3 8EX, United Kingdom

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