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¹ Collectively these comprise the Manager's report.

Fund Information

Investment objective and policy

Schroder European Alpha Plus Fund (the 'Fund') aims to provide capital growth in excess of the FTSE World Series Europe ex UK (Gross Total Return) index (after fees have been deducted) over a three to five year period by investing in equity and equity related securities of European companies, excluding the UK.

The Fund is actively managed and invests at least 80% of its assets in a concentrated range of equity and equity related securities of European countries, excluding the UK. The Fund typically holds 35 to 60 companies.

'Alpha' funds invest in companies in which the investment manager has a high conviction that the current share price does not reflect the future prospects for that business.

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

The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently (for more information please refer to section 6 of Appendix I of the Prospectus).

Fund characteristics

The Fund's performance should be assessed against its target benchmark, being to exceed the FTSE World Series Europe ex UK (Gross Total Return) index, and compared against the Investment Association Europe ex UK sector average return. The Investment Manager invests on a discretionary basis and is not limited to investing in accordance with the composition of the benchmark. The target benchmark has been selected because it is representative of the type of investments in which the Fund is likely to invest, and it is, therefore, an appropriate target in relation to the return that the Fund aims to provide. The comparator benchmark has been selected because the Investment Manager and the Manager believe that this benchmark is a suitable comparison for performance purposes given the Fund's investment objective and policy.

Review of Investment Activities

From 15 March 2022 to 15 March 2023, the price of Z Accumulation units on dealing price basis rose 6.73%. In the same period, the FTSE¹ World Series Europe ex UK index generated a total return of 8.64%² in sterling terms.

European shares gained over the 12 months. The period was marked by rising inflation which saw the European Central Bank lift interest rates. There were also fears over gas shortages in the wake of Russia's invasion of Ukraine in February 2022. However, hopes that European economies would avoid recession helped to support shares.

The Fund posted a positive absolute return for the period but lagged the benchmark. Meal kit supplier HelloFresh was the main individual detractor amid concerns over rising food prices and the outlook for consumer spending. Computer games publishers Ubisoft Entertainment and Nacon also suffered from the worries over consumer spending, and from some ongoing game delays affecting the sector. Another detractor was Befesa, which recycles hazardous steel dust, extracting zinc which it then sells back to steel companies. The business is energy intensive and concern over potential energy rationing, as well as high costs, impacted the share price. However, in the second half of the period, milder weather and energy savings measures helped reduce gas prices and allay fears over shortages, helping Befesa's shares to recover.

On the positive side, Bank of Ireland Group and UniCredit were among the leading positive contributors. Banks are beneficiaries of the rising rate environment as it enables them to price loans at higher rates. Banks are also returning cash to shareholders with UniCredit announcing a €5.25 billion share buyback during the period. Other top individual contributors included drug packaging firm Gerresheimer.

Portfolio activity included the sale of filtration specialist GVS following a profit warning and poor communication from management. New positions included Veolia Environnement, a utility firm focused on water and waste treatment, and Italian industrial firm LU-VE, which offers exposure to the heat pump and refrigeration sectors.

Our focus remains on the longer-term outlook for companies. We are looking to the next three years, not the next three months. We continue to take a fundamental approach to stock picking. Pricing power and strong balance sheets are key attributes that we look for. We aim to take advantage of market volatility, when it arises, in order to build positions in stocks that become attractively mispriced.

Fund Manager:
Hannah Piper



Hannah Piper joined Schroders in 2012 and has eleven years' investment experience

Hannah is a member of the Pan-European Equity team at Schroders

She manages the Schroder European Alpha Plus Fund, Schroder ISF Italian Equity and co-manages Schroder ISF European Smaller Companies

Hannah graduated from Durham University with a degree in Natural Sciences

Qualified as a Chartered Accountant at PwC

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² Source: Refinitiv Eikon Datastream.

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

Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the Fund’s future risk profile. The Fund’s risk category is not guaranteed to remain fixed and may change over time. A Fund in the lowest category does not mean a risk-free investment. For specific risks, including the risk and reward profile, please refer to the Key Investor Information Document available on the following website www.schroders.com.

Statement of the Manager's Responsibilities

The Financial Conduct Authority's Collective Investment Schemes sourcebook requires the Manager to prepare accounts for each annual and half yearly accounting period, in accordance with United Kingdom Generally Accepted Accounting Practice, which give a true and fair view of the financial position of the Fund and of its net revenue and the net capital gains on the property of the Fund for the year. In preparing the accounts the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association (now the Investment Association) in May 2014 and amended in June 2017;
- follow generally accepted accounting principles and applicable accounting standards;
- prepare the accounts on the basis that the Fund will continue in operation unless it is inappropriate to do so;
- keep proper accounting records which enable it to demonstrate that the accounts as prepared comply with the above requirements;
- make judgements and estimates that are prudent and reasonable.

The Manager is responsible for the management of the Fund in accordance with its Trust Deed, the Prospectus and the Collective Investment Schemes sourcebook, and for taking reasonable steps for the prevention and detection of fraud, error and non-compliance with law or regulations.

The Manager's report and accounts for the year ended 15 March 2023 were signed on 23 June 2023 on behalf of the Manager by:

S. Reedy
Directors

P. Chislett

Report of the Trustee

Statement of the Trustee's responsibilities in respect of the Scheme and report of the Trustee to the unitholders of the Schroder European Alpha Plus Fund ('the Fund') for the year ended 15 March 2023.

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

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

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

The Trustee must ensure that:

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

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

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

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

J.P. Morgan Europe Limited

Trustee
Bournemouth
30 March 2023

Independent auditors' report to the Unitholders of Schroder European Alpha Plus Fund

Report on the audit of the financial statements

Opinion

In our opinion, the financial statements of Schroder European Alpha plus Fund (the "Fund"):

- give a true and fair view of the financial position of the Fund as at 15 March 2023 and of the net revenue and the net capital gains on its scheme property for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Trust Deed.

We have audited the financial statements, included within the Annual Report and Accounts (the "Annual Report"), which comprise: the Balance Sheet as at 15 March 2023; the Statement of Total Return and the Statement of Change in Net Assets Attributable to Unitholders for the year then ended; the Distribution Table; and the Notes to the Accounts, which include a description of the significant accounting policies.

Basis for opinion

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

Independence

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

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Fund's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the Manager's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

Our responsibilities and the responsibilities of the Manager with respect to going concern are described in the relevant sections of this report.

Reporting on other information

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

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

Based on our work undertaken in the course of the audit, the Collective Investment Schemes sourcebook requires us also to report certain opinions as described below.

Manager's Report

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

Responsibilities for the financial statements and the audit

Responsibilities of the Manager for the financial statements

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

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

Auditors' responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Independent auditors' report to the Unitholders of Schroder European Alpha Plus Fund (continued)

Based on our understanding of the Fund and its industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of the Collective Investment Schemes sourcebook, and we considered the extent to which non-compliance might have a material effect on the financial statements, in particular those parts of the sourcebook which may directly impact on the determination of amounts and disclosures in the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to increase revenue or to increase the net asset value of the Fund. Audit procedures performed included:

- Discussions with the Manager, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Reviewing relevant meeting minutes, including those of the Manager's board of directors;
- Identifying and testing journal entries, specifically any journals posted as part of the financial year end close process; and
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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

Use of this report

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

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

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

Collective Investment Schemes sourcebook exception reporting

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

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

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors
Edinburgh
23 June 2023

Comparative Table

Financial year to 15 March	A Accumulation units			A Income units		
	2023 pence per unit	2022 pence per unit	2021 pence per unit	2023 pence per unit	2022 pence per unit	2021 pence per unit
Change in net asset value						
Opening net asset value	179.56	204.86	134.79	153.58	175.22	115.55
Return before operating charges*	11.71	(21.61)	73.11	10.03	(18.48)	62.28
Operating charges	(3.12)	(3.69)	(3.04)	(2.68)	(3.16)	(2.61)
Return after operating charges*	8.59	(25.30)	70.07	7.35	(21.64)	59.67
Distributions**	(0.28)	–	–	(0.24)	–	–
Retained distributions**	0.28	–	–	–	–	–
Closing net asset value	188.15	179.56	204.86	160.69	153.58	175.22
*after direct transaction costs of	(0.24)	(0.28)	(0.37)	(0.20)	(0.24)	(0.32)
Performance						
Return after charges (%)	4.78	(12.35)	51.98	4.79	(12.35)	51.64
Other information						
Closing net asset value (£000's)	22,030	26,259	34,314	1,135	1,492	2,011
Closing number of units	11,708,650	14,624,251	16,749,859	706,395	971,819	1,147,808
Operating charges (%)	1.71	1.72	1.72	1.71	1.72	1.72
Direct transaction costs (%)***	0.13	0.13	0.21	0.13	0.13	0.21
Prices						
Highest dealing price	203.20p	230.40p	212.59p	173.80p	197.10p	181.83p
Lowest dealing price	159.90p	167.40p	123.00p	136.80p	143.20p	105.20p

Comparative Table

(continued)

Financial year to 15 March	GBP Hedged A Accumulation units			GBP Hedged A Income units		
	2023 pence per unit	2022 pence per unit	2021 pence per unit	2023 pence per unit	2022 pence per unit	2021 pence per unit
Change in net asset value						
Opening net asset value	68.30	76.36	48.29	63.20	70.66	44.81
Return before operating charges*	2.10	(6.65)	29.16	1.94	(6.16)	26.86
Operating charges	(1.18)	(1.41)	(1.09)	(1.09)	(1.30)	(1.01)
Return after operating charges*	0.92	(8.06)	28.07	0.85	(7.46)	25.85
Distributions**	(0.11)	–	–	(0.10)	–	–
Retained distributions**	0.11	–	–	–	–	–
Closing net asset value	69.22	68.30	76.36	63.95	63.20	70.66
*after direct transaction costs of	(0.09)	(0.10)	(0.13)	(0.08)	(0.10)	(0.12)
Performance						
Return after charges (%)	1.35	(10.56)	58.13	1.34	(10.56)	57.69
Other information						
Closing net asset value (£000's)	27	27	30	13	13	14
Closing number of units	39,536	39,536	39,536	20,000	20,000	20,000
Operating charges (%)	1.74	1.75	1.72	1.74	1.75	1.72
Direct transaction costs (%)***	0.13	0.13	0.21	0.13	0.13	0.21
Prices						
Highest dealing price	74.52p	85.80p	77.68p	68.95p	79.39p	71.88p
Lowest dealing price	58.02p	64.76p	42.68p	53.69p	59.92p	39.49p

Comparative Table

(continued)

Financial year to 15 March	GBP Hedged Z Accumulation units			GBP Hedged Z Income units		
	2023 pence per unit	2022 pence per unit	2021 pence per unit	2023 pence per unit	2022 pence per unit	2021 pence per unit
Change in net asset value						
Opening net asset value	71.24	79.04	49.56	68.28	75.79	47.85
Return before operating charges*	2.20	(6.96)	30.11	2.09	(6.69)	28.78
Operating charges	(0.71)	(0.84)	(0.63)	(0.67)	(0.80)	(0.60)
Return after operating charges*	1.49	(7.80)	29.48	1.42	(7.49)	28.18
Distributions**	(0.64)	(0.02)	(0.22)	(0.62)	(0.02)	(0.24)
Retained distributions**	0.64	0.02	0.22	-	-	-
Closing net asset value	72.73	71.24	79.04	69.08	68.28	75.79
*after direct transaction costs of	(0.09)	(0.11)	(0.13)	(0.09)	(0.10)	(0.13)
Performance						
Return after charges (%)	2.09	(9.87)	59.48	2.08	(9.88)	58.89
Other information						
Closing net asset value (£000's)	840	918	1,124	160	175	200
Closing number of units	1,154,840	1,289,405	1,421,694	231,934	255,727	264,514
Operating charges (%)	0.99	1.00	0.98	0.99	1.00	0.98
Direct transaction costs (%)***	0.13	0.13	0.21	0.13	0.13	0.21
Prices						
Highest dealing price	77.74p	89.14p	80.36p	74.51p	85.48p	77.30p
Lowest dealing price	60.76p	67.53p	43.75p	58.22p	64.75p	42.09p

Comparative Table

(continued)

Financial year to 15 March	L Accumulation units			L Income units		
	2023 pence per unit	2022 pence per unit	2021 pence per unit	2023 pence per unit	2022 pence per unit	2021 pence per unit
Change in net asset value						
Opening net asset value	69.76	78.94	51.52	60.56	68.64	45.08
Return before operating charges*	4.58	(8.43)	28.02	3.98	(7.34)	24.27
Operating charges	(0.64)	(0.75)	(0.60)	(0.55)	(0.65)	(0.50)
Return after operating charges*	3.94	(9.18)	27.42	3.43	(7.99)	23.77
Distributions**	(0.69)	(0.11)	(0.25)	(0.60)	(0.09)	(0.21)
Retained distributions**	0.69	0.11	0.25	-	-	-
Closing net asset value	73.70	69.76	78.94	63.39	60.56	68.64
*after direct transaction costs of	(0.09)	(0.11)	(0.14)	(0.08)	(0.09)	(0.11)
Performance						
Return after charges (%)	5.65	(11.63)	53.22	5.66	(11.64)	52.73
Other information						
Closing net asset value (£000's)	10,076	8,507	11,019	1,358	1,494	3,000
Closing number of units	13,671,027	12,193,966	13,958,031	2,141,808	2,466,686	4,370,714
Operating charges (%)	0.89	0.90	0.90	0.89	0.90	0.91
Direct transaction costs (%)***	0.13	0.13	0.21	0.13	0.13	0.21
Prices						
Highest dealing price	79.59p	89.15p	81.88p	69.10p	77.51p	71.40p
Lowest dealing price	62.41p	65.03p	47.01p	54.18p	56.54p	41.00p

Comparative Table

(continued)

Financial year to 15 March	S Income units			Z Accumulation units		
	2023 pence per unit	2022 pence per unit	2021 pence per unit	2023 pence per unit	2022 pence per unit	2021 pence per unit
Change in net asset value						
Opening net asset value	59.36	67.31	44.21	89.09	100.89	65.88
Return before operating charges*	3.91	(7.21)	23.81	5.84	(10.77)	35.84
Operating charges	(0.36)	(0.43)	(0.33)	(0.87)	(1.03)	(0.83)
Return after operating charges*	3.55	(7.64)	23.48	4.97	(11.80)	35.01
Distributions**	(0.77)	(0.31)	(0.38)	(0.82)	(0.07)	(0.25)
Retained distributions**	–	–	–	0.82	0.07	0.25
Closing net asset value	62.14	59.36	67.31	94.06	89.09	100.89
*after direct transaction costs of	(0.08)	(0.09)	(0.11)	(0.12)	(0.14)	(0.18)
Performance						
Return after charges (%)	5.98	(11.35)	53.11	5.58	(11.70)	53.14
Other information						
Closing net asset value (£000's)	586	574	687	35,496	37,672	47,495
Closing number of units	942,936	966,618	1,020,805	37,738,144	42,284,898	47,077,658
Operating charges (%)	0.59	0.60	0.61	0.96	0.97	0.97
Direct transaction costs (%)***	0.13	0.13	0.21	0.13	0.13	0.21
Prices						
Highest dealing price	67.93p	76.12p	70.19p	101.60p	113.90p	104.64p
Lowest dealing price	53.19p	55.61p	40.19p	79.66p	83.05p	60.12p

Comparative Table

(continued)

Financial year to 15 March	Z Income units		
	2023 pence per unit	2022 pence per unit	2021 pence per unit
Change in net asset value			
Opening net asset value	75.97	86.09	56.55
Return before operating charges*	4.98	(9.18)	30.46
Operating charges	(0.74)	(0.88)	(0.71)
Return after operating charges*	4.24	(10.06)	29.75
Distributions**	(0.70)	(0.06)	(0.21)
Closing net asset value	79.51	75.97	86.09
*after direct transaction costs of	(0.10)	(0.12)	(0.15)
Performance			
Return after charges (%)	5.58	(11.69)	52.61
Other information			
Closing net asset value (£000's)	9,071	10,516	16,752
Closing number of units	11,408,093	13,841,793	19,457,523
Operating charges (%)	0.96	0.97	0.98
Direct transaction costs (%)***	0.13	0.13	0.21
Prices			
Highest dealing price	86.62p	97.19p	89.51p
Lowest dealing price	67.94p	70.87p	51.43p

** These figures have been rounded to 2 decimal places.

*** Direct transaction costs have been stated after deducting the proportion of the amounts collected from dilution adjustments.

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

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

Portfolio Statement

	Holding at 15.3.23	Market Value £000's	% of net assets
Equities 98.76% (96.89%)			
Belgium 5.59% (5.07%)			
Azelis Group	53,698	1,050	1.30
Recticel	102,642	1,539	1.90
X-Fab Silicon Foundries	266,986	1,929	2.39
		4,518	5.59
Denmark 3.91% (0.00%)			
Novo Nordisk B	27,042	3,162	3.91
		3,162	3.91
Finland 4.36% (0.00%)			
Fortum	164,336	1,971	2.44
Neste	41,973	1,549	1.92
		3,520	4.36
France 18.15% (15.38%)			
Carrefour	69,591	1,077	1.33
Elis	156,613	2,298	2.84
LVMH Moet Hennessy Louis Vuitton	3,545	2,405	2.98
Nacon	12,286	22	0.03
Sanofi	32,602	2,559	3.17
Ubisoft Entertainment	65,418	1,273	1.57
Veolia Environnement	104,477	2,439	3.02
Worldline	78,617	2,593	3.21
		14,666	18.15
Germany 15.07% (15.50%)			
Gerresheimer	28,694	2,212	2.74
HelloFresh	156,628	2,396	2.96
Merck	10,924	1,582	1.96
RWE	88,009	2,942	3.64
Wacker Chemie	2,902	374	0.46
Zeal Network	93,448	2,672	3.31
		12,178	15.07
Ireland 9.43% (9.91%)			
Bank of Ireland Group	282,092	2,181	2.70
Dalata Hotel Group	642,564	2,341	2.90
Flutter Entertainment	12,247	1,627	2.01
Linde	5,427	1,473	1.82
		7,622	9.43
Italy 14.25% (13.09%)			
doValue	537,216	2,832	3.51
Intercos	107,721	1,336	1.66
Intesa Sanpaolo	1,193,850	2,328	2.88

	Holding at 15.3.23	Market Value £000's	% of net assets
LU-VE	73,630	1,873	2.32
Prysmian	25,092	778	0.96
UniCredit	167,928	2,362	2.92
		11,509	14.25
Luxembourg 5.18% (7.40%)			
Befesa	68,507	2,649	3.28
Tenaris	130,786	1,535	1.90
		4,184	5.18
Netherlands 9.40% (19.15%)			
ASML Holding	6,348	3,155	3.91
CNH Industrial	102,258	1,194	1.48
Koninklijke KPN	450,646	1,271	1.57
Shop Apotheke Europe	6,631	413	0.51
Stellantis	113,486	1,563	1.93
		7,596	9.40
Spain 2.21% (0.00%)			
Amadeus IT Group	34,995	1,782	2.21
		1,782	2.21
Switzerland 11.21% (11.39%)			
Meyer Burger Technology	4,183,107	2,031	2.51
Montana Aerospace	174,442	2,338	2.89
Nestle	35,812	3,453	4.28
Roche Holding	5,167	1,233	1.53
		9,055	11.21
Equities total		79,792	98.76
Forward Foreign Currency Contracts 0.01% ((0.01)%)			
Buy CHF 5,139 Sell GBP 4,580 31/03/2023		0	0.00
Buy CHF 216 Sell GBP 195 31/03/2023		0	0.00
Buy DKK 7,033 Sell GBP 835 31/03/2023		0	0.00
Buy DKK 9,186 Sell GBP 1,098 31/03/2023		0	0.00
Buy EUR 51,610 Sell GBP 45,539 31/03/2023		4	0.01
Buy EUR 74,300 Sell GBP 65,659 31/03/2023		0	0.00
Sell CHF 254,489 Buy GBP 228,362 31/03/2023		1	0.00
Sell CHF 11,014 Buy GBP 9,873 31/03/2023		0	0.00
Sell DKK 20,537 Buy GBP 2,440 31/03/2023		0	0.00
Sell DKK 686,834 Buy GBP 81,482 31/03/2023		0	0.00
Sell EUR 95,826 Buy GBP 84,574 31/03/2023		0	0.00
Sell EUR 2,126,286 Buy GBP 1,876,592 31/03/2023		0	0.00
Forward Foreign Currency Contracts total		5	0.01
Portfolio of investments		79,797	98.77
Net other assets		995	1.23
Net assets attributable to unitholders		80,792	100.00

The comparative percentage figures in brackets are as at 15 March 2022.
Unless otherwise stated, all securities are admitted to official stock exchange listings.

Statement of Total Return

For the year ended 15 March 2023

		2023	2022
	Notes	£000's	£000's
Income			
Net capital gains/(losses)	2	3,540	(10,861)
Revenue	3	1,745	1,456
Expenses	4	(957)	(1,353)
Net revenue before taxation		788	103
Taxation	5	(179)	(255)
Net revenue/(expense) after taxation		609	(152)
Total return before distributions		4,149	(11,013)
Distributions	6	(610)	(85)
Change in net assets attributable to unitholders from investment activities		3,539	(11,098)

Statement of Change in Net Assets Attributable to Unitholders

For the year ended 15 March 2023

	2023	2022
	£000's	£000's
Opening net assets attributable to unitholders	87,647	116,646
Amounts receivable on issue of units	4,403	3,537
Amounts payable on cancellation of units	(15,251)	(21,482)
	(10,848)	(17,945)
Dilution adjustment	11	2
Change in net assets attributable to unitholders from investment activities	3,539	(11,098)
Retained distribution on Accumulation units	443	42
Closing net assets attributable to unitholders	80,792	87,647

Balance Sheet

As at 15 March 2023

		2023	2022
	Notes	£000's	£000's
Assets			
Investments		79,797	84,923
Current assets			
Debtors	8	599	2,521
Cash and bank balances		759	1,701
Total assets		81,155	89,145
Liabilities			
Investment liabilities		-	(13)
Creditors			
Distributions payable		(103)	(13)
Other creditors	9	(260)	(1,472)
Total liabilities		(363)	(1,498)
Net assets attributable to unitholders		80,792	87,647

Notes to the Accounts

For the year ended 15 March 2023

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014 and in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 (The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102)). The accounts have been prepared on a going concern basis.

Revenue

Dividends receivable from equity investments are recognised net of attributable tax credits and are credited to revenue when they are first quoted ex-dividend.

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

Special dividends

Special dividends are treated as revenue or capital depending on the facts of each particular case.

Expenses

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

Taxation

Corporation tax is provided for on the revenue liable to corporation tax less deductible expenses. The tax effect of different items of revenue or expenses is allocated between revenue and capital using the marginal basis.

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

Distributions

The revenue available for distribution is the total revenue earned by the Fund, less deductible expenses and taxation charged to revenue.

For Accumulation units this revenue is not distributed but automatically reinvested in the Fund and is reflected in the value of these units.

Dilution adjustment

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

Valuation

With the exception of forward foreign currency contracts which have been valued at the Fund's valuation point (12:00) on the last working day of the accounting period, all other investments held by the Fund have been valued at market value at 18:00 on the last working day of the accounting period. Market value is defined by the Statement of Recommended Practice as fair value which generally is the bid value of each security and the offer value for short positions.

Foreign currencies

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

Sterling hedged unit classes

Hedged unit classes allow the Manager to use currency hedging transactions to seek to minimise the effect of exchange rate fluctuations between the base currency and the portfolio currencies of the Fund. Currency hedging transactions include entering into over the counter currency forward contracts and foreign exchange agreements.

Where undertaken, the effect of hedging will be reflected in the net asset value and therefore, in the performance of the relevant hedged unit class. Any benefits or losses of the hedging transactions will accrue to unitholders in that hedged unit class only.

The Manager will aim to hedge the capital currency exposure of the net asset value attributable to a hedged unit class, however, the hedge may not always be at 100%. This is to avoid the transaction costs of making small and frequent adjusting transactions. The Manager will review the relevant hedging positions daily and, if appropriate, adjust the hedge to reflect any change in currency exposure and the flow of unitholder issue and cancellation of units.

2 Net capital gains/(losses)

The net capital gains/(losses) during the year comprise:

	2023	2022
	£000's	£000's
Non-derivative securities	3,557	(10,907)
Forward foreign currency contracts	(39)	31
Foreign currency gains	22	12
Transaction costs	-	3
Net capital gains/(losses)	3,540	(10,861)

Notes to the Accounts

For the year ended 15 March 2023 (continued)

3 Revenue

	2023	2022
	£000's	£000's
Overseas dividends	1,737	1,456
Bank interest	8	–
Total revenue	1,745	1,456

4 Expenses

	2023	2022
	£000's	£000's
Payable to the Manager, associates of the Manager and agents of either of them:		
Schroders Annual Charge ¹	945	1,318
	945	1,318
Payable to the Trustee, associates of the Trustee and agents of either of them:		
Safe custody fees	–	(2)
Other expenses:		
Professional fee	8	28
Interest payable	4	9
	12	37
Total expenses	957	1,353

¹ Audit fees including VAT for the financial year ending 2023 were £15,162 (2022 – £10,741).

5 Taxation

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

(a) Analysis of the tax charge for the year

	2023	2022
	£000's	£000's
Overseas withholding tax	179	255
Total current tax (Note 5(b))	179	255

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

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for authorised unit trusts of 20% (2022 – 20%) is applied to the net revenue before taxation. The differences are explained below.

	2023	2022
	£000's	£000's
Net revenue before taxation	788	103
Net revenue for the year before taxation multiplied by the standard rate of corporation tax	158	21
Effects of:		
Revenue not subject to corporation tax	(347)	(291)
Movement in excess management expenses	189	269
Overseas withholding tax	179	255
Loan relationship deficit	–	1
Current tax charge for the year (Note 5(a))	179	255

(c) Factors that may affect future tax charges

At the balance sheet date, there is a potential deferred tax asset of £15,826,763 (2022 – £15,637,015) in respect of unutilised management expenses. It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year or prior year.

Notes to the Accounts

For the year ended 15 March 2023 (continued)

6 Distributions

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	2023	2022
	£000's	£000's
Final Dividend distribution	546	55
Add: Revenue deducted on cancellation of units	107	36
Deduct: Revenue received on issue of units	(43)	(6)
Distributions	610	85
Net revenue/(expense) after taxation	609	(152)
Deficit taken to capital	-	235
Equalisation on conversions	1	2
Distributions	610	85

Details of the distributions per unit are set out in the Distribution Table on page 25.

7 Fair value hierarchy

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

	2023		2022	
Basis of valuation	Assets £000's	Liabilities £000's	Assets £000's	Liabilities £000's
Level 1: Quoted prices	79,792	-	84,920	-
Level 2: Observable market data	5	-	3	(13)
Level 3: Unobservable data	-	-	-	-
Total	79,797	-	84,923	(13)

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

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

Level 3: Valuation techniques using unobservable inputs.

Unobservable data

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

8 Debtors

	2023	2022
	£000's	£000's
Amounts receivable for issue of units	4	37
Sales awaiting settlement	3	1,462
Accrued revenue	6	8
Overseas withholding tax recoverable	586	1,014
Total debtors	599	2,521

Notes to the Accounts

For the year ended 15 March 2023 (continued)

9 Other creditors

	2023	2022
	£000's	£000's
Amounts payable for cancellation of units	142	147
Purchases awaiting settlement	–	1,192
Accrued expenses	118	133
Total other creditors	260	1,472

10 Contingent liabilities

There were no contingent liabilities at the balance sheet date (2022 – Nil).

11 Related party transactions

The Manager provides key management personnel services for the Fund and is therefore considered a related party.

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

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

Units held or managed by the Manager or associates of the Manager as a percentage of the Fund's net asset value at the balance sheet date were 2.63% (2022 – 2.19%).

12 Unit classes

At the reporting date the Fund had eleven unit classes. The costs and expenses due to the Manager are referred to as the Schroders Annual Charge. Details of the charges applied to each unit class can be found in the prospectus.

The closing net asset value of each unit class, the closing net asset value per unit and the closing number of units in issue are given in the Comparative Table on page 10 to 15.

The distributions per unit class are given in the Distribution Table on page 25.

All classes have the same rights on winding up except for any realised gains or losses on forward foreign currency contracts which would remain in the Euro hedged unit classes.

13 Derivative and other financial instruments

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

Market price risk

The Fund's investment portfolio is exposed to market price fluctuations which are monitored by the Manager in pursuance of the investment objective and policy. Adherence to investment guidelines and to investment and borrowing powers set out in the Trust Deed, the Prospectus and in the Collective Investment Schemes sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer. At the year end date, if the prices of investments held by the Fund increased or decreased by 10%, with all other variables remaining constant, then net assets attributable to the unitholders would increase or decrease by approximately £7,979,700 (2022 - £8,491,000).

Foreign currency risk

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

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

Currency risk profile

The currency risk profile of the Fund's net assets and liabilities at the balance sheet date was as follows:

	2023	2022
Currency	£000's	£000's
Danish krone	3,312	201
Euro	67,257	75,733
Norwegian krone	31	34
Sterling	1,253	1,874
Swiss franc	8,933	9,797
US dollar	6	8

At the year end date, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the unitholders will increase or decrease by approximately £7,953,900 (2022 - £8,577,300).

Notes to the Accounts

For the year ended 15 March 2023 (continued)

Liquidity risk

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

Interest rate risk

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

Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

At the year end date 0.94% (2022 – 1.94%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

Floating rate financial assets and financial liabilities

Sterling denominated bank balances bear interest at rates based on the Sterling Overnight Index Average Rate. Foreign currency bank balances and amounts held or overdrawn at futures clearing houses and brokers bear interest at rates based on the Sterling Overnight Index Average Rate or its international equivalent.

Fair value of financial assets and financial liabilities

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

Global risk exposure

Commitment approach

When using derivatives, the Manager uses a risk management process that enables it to monitor the risk of a Fund's derivative positions. The global risk exposure of a Fund is calculated daily either by means of the commitment approach or the Value-at-Risk (VaR) approach.

Under the commitment approach, the global risk exposure is defined as the underlying market value of derivatives, after netting and hedging as permitted by the regulation, not exceeding the Net Asset Value of a Fund. This is typically used on Funds where derivative usage is low or Funds which limit their derivatives commitment to 100% or less of their Net Asset Value.

The global risk exposure of the Fund is calculated using the commitment approach. During the year ended 15 March 2023 the global risk exposure of the Fund did not exceed 100% of its Net Asset Value. The lowest, highest, average and actual level of leverage for the Fund as at the balance sheet date was as follows:

Leverage

2023				2022			
Lowest	Highest	Average	Leverage 15 March	Lowest	Highest	Average	Leverage 15 March
0.00%	1.54%	0.10%	0.00%	0.00%	2.42%	0.08%	0.37%

Notes to the Accounts

For the year ended 15 March 2023 (continued)

14 Direct transaction costs

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

2023	Principal £000's	Commissions £000's	Taxes £000's	Total cost £000's	Commissions % of principal	Taxes % of principal
Purchases						
Equities	56,319	15	77	56,411	0.03	0.14
Sales						
Equities	65,055	(18)	–	65,037	(0.03)	–
Total cost of the Fund's average net asset value (%)		0.04	0.10			

2022	Principal £000's	Commissions £000's	Taxes £000's	Total cost £000's	Commissions % of principal	Taxes % of principal
Purchases						
Equities	70,239	21	99	70,359	0.03	0.14
Sales						
Equities	89,387	(23)	–	89,364	(0.03)	–
Total cost of the Fund's average net asset value (%)		0.04	0.09			

Average portfolio dealing spread

As at the balance sheet date the average portfolio dealing spread was 0.15% (2022 – 0.27%).

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

15 Units in issue reconciliation

	Number of units in issue 15.3.22	Number of units issued	Number of units cancelled	Number of units converted	Number of units in issue 15.3.23
A Accumulation units	14,624,251	132,461	(2,968,892)	(79,170)	11,708,650
A Income units	971,819	1,496	(266,920)	–	706,395
GBP Hedged A Accumulation units	39,536	–	–	–	39,536
GBP Hedged A Income units	20,000	–	–	–	20,000
GBP Hedged Z Accumulation units	1,289,405	40,656	(175,221)	–	1,154,840
GBP Hedged Z Income units	255,727	35,177	(58,970)	–	231,934
L Accumulation units	12,193,966	3,631,691	(2,109,301)	(45,329)	13,671,027
L Income units	2,466,686	15,623	(340,476)	(25)	2,141,808
S Income units	966,618	–	(23,682)	–	942,936
Z Accumulation units	42,284,898	1,452,416	(6,193,786)	194,616	37,738,144
Z Income units	13,841,793	63,862	(2,497,582)	20	11,408,093

Notes to the Accounts

For the year ended 15 March 2023 (continued)

16 Counterparty exposure

The types of non-exchange traded derivatives held at the balance sheet date were forward foreign currency contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the balance sheet date was as follows:

Counterparty	Forward foreign currency contracts £000's	Credit default swaps £000's	Commodity index swaps £000's	Contract for difference £000's	Interest rate swaps £000's	Total return swaps £000's	Inflation linked swaps £000's	Options contracts £000's	Swaption contracts £000's	Total £000's
HSBC										
2023	5	-	-	-	-	-	-	-	-	5
2022	(10)	-	-	-	-	-	-	-	-	(10)

At the balance sheet date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above.

17 Non-adjusting post balance sheet events

As a result of market movements and foreign exchange rates, since the balance sheet date on 15 March 2023, the price of each unit class has changed as follows:

	Dealing price 20.6.23	Dealing price 15.3.23	% change
A Accumulation units	192.30p	189.50p	1.48
A Income units	164.20p	162.10p	1.30
GBP Hedged A Accumulation units	72.80p	69.71p	4.43
GBP Hedged A Income units	67.28p	64.50p	4.31
GBP Hedged Z Accumulation units	76.67p	73.25p	4.67
GBP Hedged Z Income units	72.83p	70.20p	3.75
L Accumulation units	75.49p	74.23p	1.70
L Income units	64.93p	64.44p	0.76
S Income units	63.71p	63.36p	0.55
Z Accumulation units	96.32p	94.73p	1.68
Z Income units	81.43p	80.78p	0.80

Distribution Table

Final distribution for the year ended 15 March 2023

Group 1 Units purchased prior to 16 March 2022

Group 2 Units purchased on or after 16 March 2022

	Net revenue 2023 per unit	Equalisation 2023 per unit	Distribution payable 15.5.23 per unit	Distribution paid 15.5.22 per unit
A Accumulation units				
Group 1	0.2767p	–	0.2767p	–
Group 2	–	0.2767p	0.2767p	–
A Income units				
Group 1	0.2354p	–	0.2354p	–
Group 2	–	0.2354p	0.2354p	–
GBP Hedged A Accumulation units				
Group 1	0.1059p	–	0.1059p	–
Group 2	0.1059p	–	0.1059p	–
GBP Hedged A Income units				
Group 1	0.0980p	–	0.0980p	–
Group 2	0.0980p	–	0.0980p	–
GBP Hedged Z Accumulation units				
Group 1	0.6418p	–	0.6418p	0.0241p
Group 2	–	0.6418p	0.6418p	0.0241p
GBP Hedged Z Income units				
Group 1	0.6152p	–	0.6152p	0.0233p
Group 2	–	0.6152p	0.6152p	0.0233p
L Accumulation units				
Group 1	0.6899p	–	0.6899p	0.1108p
Group 2	–	0.6899p	0.6899p	0.1108p
L Income units				
Group 1	0.5988p	–	0.5988p	0.0947p
Group 2	–	0.5988p	0.5988p	0.0947p
S Income units				
Group 1	0.7692p	–	0.7692p	0.3053p
Group 2	0.7692p	–	0.7692p	0.3053p
Z Accumulation units				
Group 1	0.8173p	–	0.8173p	0.0663p
Group 2	–	0.8173p	0.8173p	0.0663p
Z Income units				
Group 1	0.6970p	–	0.6970p	0.0563p
Group 2	0.0810p	0.6160p	0.6970p	0.0563p

Equalisation

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

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

Remuneration

UCITS remuneration disclosures for Schroder Unit Trusts Limited ('SUTL') for the year to 31 December 2022

These disclosures form part of the non-audited section of this annual report and accounts and should be read in conjunction with the Schroders plc Remuneration Report on pages 76 to 107 of the 2022 Annual Report & Accounts (available on the Group's website <https://www.schroders.com/en/investor-relations/results-and-reports/annual-report-and-accounts-2022/>), which provides more information on the activities of our Remuneration Committee and our remuneration principles and policies.

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

The Remuneration Committee of Schroders plc has established a remuneration policy to ensure the requirements of the UCITS Directive are met for all UCITS MRTs. The Remuneration Committee and the Board of Schroders plc review remuneration strategy at least annually. The directors of SUTL are responsible for the adoption of the remuneration policy and periodically reviewing its implementation in relation to SUTL. During 2022 the Remuneration Policy was reviewed to ensure compliance with the UCITS/AIFMD remuneration requirements and no significant changes were made.

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

The ratio of total costs to net income through the market cycle guides the total spend on remuneration each year. This is recommended by the Remuneration Committee to the Board of Schroders plc. This approach aligns remuneration with Schroders financial performance. In determining the remuneration spend each year, the underlying strength and sustainability of the business is taken into account, along with reports on risk, legal, compliance and internal audit matters from the heads of those areas.

The remuneration data that follows reflects amounts paid in respect of performance during 2022.

- The total amount of remuneration paid by SUTL to its staff was nil as SUTL has no employees. SUTL has two independent Non Executive Directors who receive fees in respect of their role on the Board of SUTL¹. Employees of other Schroders Group entities who serve as Directors of SUTL receive no additional fees in respect of their role on the Board of SUTL.
- The following disclosures relate to UCITS MRTs of SUTL. Most of those UCITS MRTs were employed by and provided services to other Schroders group companies and clients. In the interests of transparency, the aggregate remuneration figures that follow reflect the full remuneration for each SUTL UCITS MRT. The aggregate total remuneration paid to the 158 UCITS MRTs of SUTL in respect of the financial year ended 31 December 2022 is £113.41 million, of which £38.94 million was paid to senior management, and £74.47 million was paid to MRTs deemed to be taking risk on behalf of SUTL or the UCITS funds that it manages and Control Function MRTs.

For additional qualitative information on remuneration policies and practices see www.schroders.com/rem-disclosures.

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

General Information

Manager

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

Investment Adviser

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

Trustee

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

Registrar

Schroder Unit Trusts Limited
1 London Wall Place
London EC2Y 5AU
Authorised and regulated by the Financial Conduct Authority
The Manager is responsible for maintaining the register for each Fund. It has delegated certain registrar functions to HSBC Bank Plc, 8 Canada Square, London, E14 8HQ.

Administration Details

Schroders Investor Services
PO BOX 1402
Sunderland
SR43 4AF

Independent Auditors

PricewaterhouseCoopers LLP
Atria One
144 Morrison Street
Edinburgh EH3 8EX

Authorisation

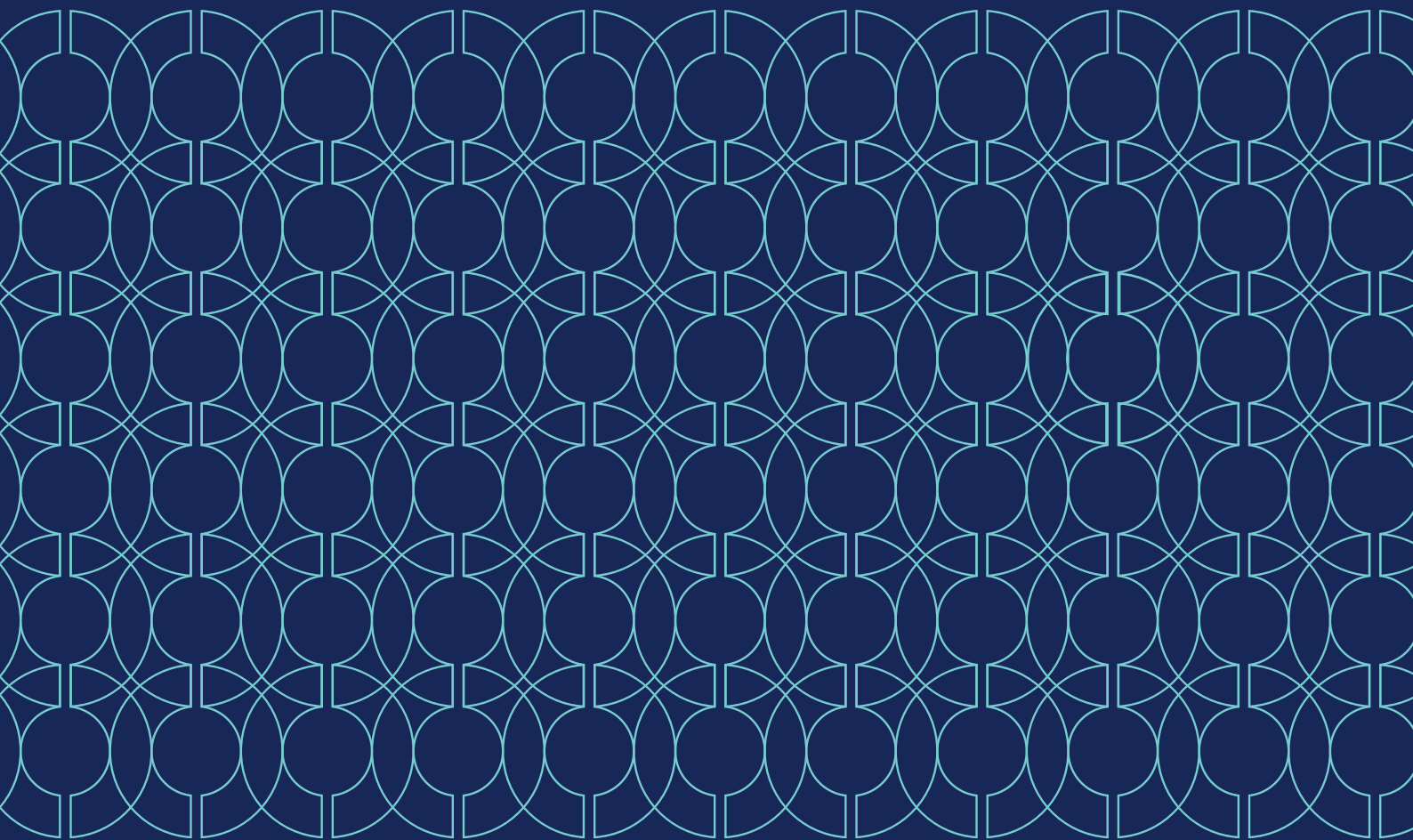
The Fund is an authorised unit trust and is constituted pursuant to the Collective Investment Schemes sourcebook and is structured as a Trust. The Fund is a UCITS scheme for the purpose of the categorisation of the Collective Investment Schemes sourcebook.

Value Assessment

A statement on the Assessment of Value is published on the Global Fund Centre in the Fund Literature section at www.Schroders.com within 4 months of the annual 'reference date' 31 December.

Other information

The Prospectus, the Key Investor Information Document and details of investment charges and costs are available on request or can be downloaded from our website www.schroders.com.



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