

Santander Managed Investments OEIC

Interim report for the six months ended 31 January 2022
(unaudited)

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Report of the Authorised Corporate Director

Santander Managed Investments OEIC (the "Company") is an open-ended investment company with variable capital, incorporated in England and Wales and authorised 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 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.

With effect from 1 January 2021, UK domiciled investment Funds that had previously operated under the AIFM regulations will cease to be classed as AIFM and will instead become 'UK AIFM'. The way in which the Funds are managed will not be impacted by this change.

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 Max 60% Shares Income Portfolio

Santander Atlas Income Portfolio

Santander Max 30% Shares Portfolio

Santander Max 30% Shares 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.

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.

Report of the Authorised Corporate Director (continued)

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 31 January 2022 there were no Funds with holdings in a second Fund within the Santander Managed Investments OEIC.

Financial details and the ACD's review of the individual Funds for the six months ended 31 January 2022 are given in pages 6 to 86 of this report.

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

Significant information

Coronavirus

In early 2020 the rapid rise of Covid 19 and the lockdowns mandated in many countries resulted in an unprecedented fall in economic activity and sharp declines in asset prices of historic proportions. Policymakers announced unprecedented measures to overcome the outbreak and protect economies, which saw an improvement in market functioning in March and April 2020, whilst economic activity rebounded in the second half of 2020, albeit from a lower base. The successful vaccination programmes in a number of western countries in 2021 led to an increase in economic activity and a focus to improve vaccination rates in developing countries. Significant relaxation of social restrictions has taken place but future waves of the virus, such as the Omicron variant, cannot be ruled out.

Brexit

After officially leaving the European Union on 31 January 2020, the United Kingdom and the EU agreed and signed the Trade and Cooperation Agreement on 30 December 2020. This agreement sets out the post-transition phase arrangements in areas such as trade in goods and some services, transportation and fisheries, amongst others.

However, the Agreement omits details on the future relationship with respect to Financial Services and there is ongoing uncertainty as to its implementation. Failure to find an agreed way forward could potentially result in higher volatility in the financial markets of the United Kingdom and more broadly across Europe, given the ongoing-lack of clarity. Increased currency volatility may mean that the returns of the Fund and its investments are adversely affected by market movements, potential decline in the value of the British Pound and/or Euro. This may also make it more difficult, or more expensive for the Fund to execute prudent currency hedging policies.

It is difficult to forecast the mid to long term impact of Brexit on the UK economy generally and on cross-border investor flows, including demand for Sterling-denominated assets. The ability of the relevant Fund to execute their respective strategies may be adversely impacted, resulting in unattractive investment returns compared to historical standards, and may also result in increased costs to the relevant Fund.

Report of the Authorised Corporate Director (continued)

Changes in the period

Change in Fund Administrator

Effective from 1 November 2021, Santander Asset Management UK Ltd ("SAM UK"), acting in its capacity as Authorised Corporate Director of the Company appointed The Bank of New York Mellon (International) Limited ("BNYMIL") to perform Fund valuation and pricing, and preparation of report and accounts, in relation to the Funds. BNYMIL is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority in the conduct of its investment business.

There has been a small change to the basis on which SAM UK's annual management charge ("AMC") for Fund is calculated as a result of BNYMIL's appointment. Previously, as stated in each Fund's prospectus, "the daily calculation is based on the value of the scheme property of the relevant fund attributable to that Class valued as at 12noon UK time each day." Following BNYMIL's appointment this changed to being based for a given day on the valuation at 12pm the day before, adjusted to take account of instructions which have been received to buy or sell Shares in the relevant Fund. There is no change in the AMC rate for any Fund as a result of BNYMIL's appointment. Given the nature of this change to the basis of calculation, the AMC charged over time for each Fund will be consistent under both bases of calculation.

There is no material impact on shareholders in the any of the Funds as a result of BNYMIL's appointment.

Santander Max 30% Shares Portfolio

During the period we made some changes with the intention of improving the value that the Fund can deliver for investors. The Fund was previously managed by the ACD as a "fund of funds" (a fund that invests in other funds). This has changed and the Fund now invests directly in assets. The ACD appointed a new single sub-investment manager, Santander Asset Management, S.A.,SGIIC ("SAM Spain"), to manage the Fund under a new investment strategy (using a quantitative systematic, rules based investment process) whilst retaining the overall risk level. As a result, the Fund's expected level of average maximum outperformance (after fees) has increased. BlackRock Advisors (UK) Limited acted as transition manager for the Fund from 17 January 2022 until 7 February 2022. The Transition Manager effected a realignment of the Fund's portfolio in line with direction from SAM Spain to effect the new investment process. The transition costs paid by the Fund which were associated with this realignment and confirmed by the Transition Manager were 0.16% (within expectation as communicated to investors ahead of change implementation). SAM Spain was appointed sub-investment manager on 7 February 2022. We wrote out to shareholders advising them of these changes, please refer to the Santander Asset Management Fund Centre for the most up to date Prospectus.

With effect from 10 January 2022, the fees and expenses of the Fund also changed to be taken from income rather than capital property to more align with the Fund's objective to provide capital growth.

Post Balance Sheet Event

Russia/Ukraine conflict

Following the year end, volatility has been observed in global capital markets due to the ongoing geopolitical situation in Europe. A number of multinational companies have ceased operations in Russia and this coupled with rising energy prices may adversely impact the global economy. It is difficult to quantify the longer term impacts of these events but the value of assets may be adversely impacted.

Report of the Authorised Corporate Director (continued)

Director's Statement

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

Mehdi Kadhim

Director

For and on behalf of Santander Asset Management UK Limited

Authorised Corporate Director of Santander Managed Investments OEIC

25 March 2022

Santander Max 60% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide an income, with the 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 4% per annum, although this is not guaranteed.

Investment Policy

The Fund is actively managed and aims to achieve its objectives by obtaining exposure globally (including in non-developed markets up to 30%):

- between 40% and 60% to shares in companies. This can include Real Estate Investment Trusts (a type of property investment company) and other investment trusts. Although the Fund will invest globally, typically it will have a higher exposure to shares in UK companies;
- between 40% and 60% to bonds issued by companies, governments, government bodies and supranationals. These bonds can be investment grade or sub-investment grade but a maximum of 15% of the Fund can be exposed to sub-investment grade bonds. Although the Fund will invest globally, typically it will have a higher exposure to bonds denominated in or Hedged to Pounds Sterling;
- up to 20% in 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); and
- up to 10% in cash, cash like and other money market instruments.

To obtain exposure to these investments, the Fund will invest indirectly by purchasing units in Collective Investment Schemes. The Fund may invest in both Passively Managed and Actively 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.

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 assets in the amounts set out above. However they may have different investment limits to the Fund. For example they may have different levels of exposure to shares or bonds, or developed and / or non-developed markets, invest in other types of assets (e.g. commodities and / or property, although these will not be the main asset type invested in by these Collective Investment Schemes), or use different Derivatives strategies (e.g. to enhance income).

Although the Fund may also invest directly in the above asset classes (but not in relation to alternative strategies), 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 is permitted to invest up to 100% in Passively Managed Collective Investment Schemes, although it is expected that the Fund will typically be invested between 25% and 40% in Passively Managed Collective Investment Schemes. Further information on the holding of Passively Managed Collective Investment Schemes is detailed in "Investment Strategy and Process" below.

Santander Max 60% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Investment Policy (continued)

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. 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.

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 base currency of the Fund is UK sterling.

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.

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.
- Selecting Actively Managed or Passively Managed Collective Investment Schemes 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.
- In selecting these Collective Investment Schemes the ACD will consider those managed by companies in the Santander Group (including the ACD). It will also consider those managed by other entities provided, following investment and operational due diligence by either the ACD and/or other companies within the Santander Group, they are included on an internally approved list.

As the Fund has an income target, when selecting Collective Investment Schemes the ACD will favour those which generate income. However as part of its selection process, it will also consider opportunities for capital growth through investment in Collective Investment Schemes.

Santander Max 60% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

When seeking exposure to shares and bonds by investing in Collective Investment Schemes, the ACD can invest in both Actively Managed Collective Investment Schemes and Passively Managed Collective Investment Schemes but will tend to favour Actively Managed Collective Investment Schemes. In addition, when seeking exposure to shares the ACD will favour those Collective Investment Schemes which typically have exposure to shares in UK companies, and when seeking exposure to bonds the ACD will favour those Collective Investment Schemes which typically have exposure to bonds denominated in or Hedged to Pounds Sterling.

In implementing the ACD's investment strategy, there may be times when more of the Fund is invested in Collective Investment Schemes which are managed by the ACD or other companies within the Santander Group, than those managed by other companies.

In addition, the ACD will operate limits to ensure that the Fund does not have excessive exposure to any one: operator of Collective Investment Schemes (other than the ACD or other companies within the Santander Group); 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.

The Fund's strategy is complemented by the deployment of Derivatives for Investment Purposes and Efficient Portfolio Management. It is expected that Derivatives will be used by the Fund regularly for both Investment Purposes, and Efficient Portfolio Management (for example to manage risk or to respond quickly to developments in financial markets).

Further information

The ACD uses the following composite benchmark as a Comparator Benchmark: 50% FTSE All Share TR, 37.5% iBoxx Sterling Non Gilts Overall TR and 12.5% FTSE Actuaries UK Conventional Gilts All Stocks TR. The Comparator Benchmark for the Fund has been selected as it contains a broad mix of different asset classes and countries / regions which are broadly in line with the investment policy of the Fund.

The Indices which together make up the composite Comparator Benchmark are provided by FTSE International Limited and IHS Markit Benchmark Administration Limited respectively. As at the date of this Prospectus, these index providers are on the public register of administrators and benchmarks established and maintained by the FCA.

The Fund has a Risk Category of Medium in accordance with Santander UK plc's Risk Categorisation Process. Please see the General Information and Glossary of Terms at the start of Appendix 1 in the prospectus for more details.

The ACD aims to pay the Fund's income in equal distributions over the course of each accounting year, and will set the amount of each instalment at the start of the Fund's accounting year. The final distribution of the year will be a balancing payment which may be higher or lower than the preceding distributions. There is no guarantee that the Fund will achieve its income target, or that the distributions will not change throughout the year.

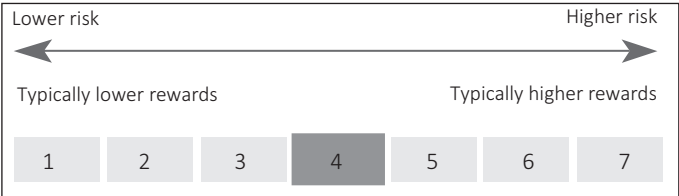
Santander Max 60% Shares Income Portfolio
Interim Report and Financial Statements for the six months ended 31 January 2022
(continued)

Investment commentary (continued)

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 risks of adverse effects from changes in interest rates, foreign exchange and stock market fluctuations. 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.

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 60% Shares Income Portfolio
Interim Report and Financial Statements for the six months ended 31 January 2022
(continued)

Investment commentary (continued)

Performance

Percentage price change from 30 July 2021 to 31 January 2022	
Santander Max 60% Shares Income Portfolio R Accumulation Shares	-0.65%
Santander Max 60% Shares Income Portfolio R Income Shares	-0.66%
Santander Max 60% Shares Income Portfolio S Income Shares	-0.59%
50% FTSE All Share TR, 37.5% iBoxx Sterling Non Gilts Overall TR and 12.5% FTSE Actuaries UK Conventional Gilts All Stocks TR*	0.21%
Percentage price change from 31 January 2017 to 31 January 2022	
Santander Max 60% Shares Income Portfolio R Accumulation Shares	16.66%
Santander Max 60% Shares Income Portfolio R Income Shares	16.72%
Santander Max 60% Shares Income Portfolio S Income Shares	17.42%
50% FTSE All Share TR, 37.5% iBoxx Sterling Non Gilts Overall TR and 12.5% FTSE Actuaries UK Conventional Gilts All Stocks TR*	23.14%

Source Morningstar Direct - NAV at noon, bid to bid, net of fees, revenue reinvested.

Market index returns are based on daily index valuations as at close-of-business of the relevant market. Source Factset.

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.

* Please note that the benchmark was reclassified from Target to Comparator on 26 March 2021. From this date, the fund is no longer aiming to outperform the benchmark.

Santander Max 60% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Market Review

Over the 6 months to 31 January 2022, financial markets performed positively as a result of central bank policies and good corporate earnings. Major indices showed positive earnings with the S&P 500, Euro Stoxx 50 and FTSE 100 rising through the end of the year and early January.¹

Since the COVID-19 pandemic began, income investors have been faced with a prolonged period of reduced income amidst a challenging backdrop where companies have either cancelled or lowered their dividends. However, investors started seeing the first real signs of dividend recovery towards the end of last year, led by the shares of mining and energy companies.² Around the end of November 2021, the Omicron variant posed a threat to investor confidence but as the year concluded and cases started declining investor sentiment did not seem to be negatively affected.

In terms of bonds, we believe indices declined as a result of higher inflation. In both corporate and government debt, yields rose which in turn brought prices down as investors demanded higher return in the face of higher inflation.

Economic indicators were mainly positive by measure of manufacturing, retail sales and business confidence.³ However, this meant we also saw inflation increase which we believe led to some investor nervousness. At the end of 2021, the Federal Reserve's preferred measure of inflation (the Consumer Price Index) showed an increase of 7.00%⁴ which highlighted some vulnerabilities in the markets. As a result, investors started re-assessing the long-term economic impact of this inflation as well as possible interest rate hikes from central banks to tame it.

In terms of shares, much of the positive performance was driven by developed economies, while Asia Pacific and emerging economies underperformed as the year came to an end.⁵ From a regional perspective, we believe performance was led by the US, followed by Europe and the UK. Japan, the broad Asia Pacific region, and the emerging economies all saw a small negative return in local currency terms. China's stock market was the worst performer among major markets.⁶

Performance Review and Investment Activity (Reporting Period)

Based on forecasted dividends and market conditions over the 6 months to 31 January 2022, our expectation is that the Fund is likely to deliver an income below its 4.00% annual target. For this reason, we set a projected income (not guaranteed) of 3.30% which we are on track to achieve.

Over the last 6 months to 31 January 2022 from a capital growth perspective, the R Accumulation Share Class delivered a return of -0.65%, the R Income Share Class delivered a return of -0.66%, and the S Income Share Class delivered a return of -0.59%, compared to the Comparator Benchmark which delivered a 0.21% return. Performance was driven by holding a larger position in shares than we would normally hold if we expected a neutral market (expectation that investments have an equal chance of going up or down). This extra allocation to shares had come at the expense of fixed income assets as we anticipated a challenging period for bonds ahead. Within the fixed income space, we reduced the Fund's duration (sensitivity to interest rate changes).

¹ Sourced from TradingView

² Simpson Financial Services, Positive signs of a global dividend recovery to wrap up 2021, <https://www.simpsonfs.co.uk/simpsons-blog/positive-signs-of-a-global-dividend-recovery-to-wrap-up-2021.html>

³ Trading Economics, <https://tradingeconomics.com/indicators>

⁴ Trading Economics, United States Inflation Rate, <https://tradingeconomics.com/united-states/inflation-cpi>

⁵ Sourced from TradingView

⁶ Sourced from TradingView

Santander Max 60% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

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

The asset allocation decision to hold larger positions in shares, specifically those in higher dividend paying regions like the UK and Europe, is contributing to the Fund continuing to achieve its projected income. Although bonds were reduced, allocations to high yield (typically bonds with higher interest rates than investment grade bonds due to a higher risk of default) were maintained due to its higher levels of income. However, given market conditions over the period these contributions have not been enough to revise the Fund's projected income in line with its target income (as per the Prospectus).

Performance Review and Investment Activity (Last 5 years)

In addition to providing an annual income, the Fund will potentially seek to deliver capital growth over the longer term.

Over the last 5 years to 31 January 2022 from a capital growth perspective, the R Accumulation Share Class delivered a cumulative return of 16.66%, the R Income Share Class delivered a cumulative return of 16.72%, and the S Income Share Class delivered a cumulative return of 17.42%, whereas the Comparator Benchmark delivered a cumulative return of 23.14%. Performance was driven by the Fund having more exposure to shares than we would normally hold if we expected a neutral market, however tactical allocations remained dynamic as we managed portfolio risk through episodes of increased volatility and other significant market events, such as the US Presidential Elections and the COVID-19 pandemic.

The Fund continues to collect much of its dividends from a home bias towards the UK corporate bond and UK stock markets, however, we diversify this with allocations in Asia-Pacific shares and global high yield.

Market Outlook

While it remains unknown when the COVID-19 pandemic will come to an end, we maintain a cautious outlook for stock markets and economies within an environment of rising inflation across major economies. Vaccination rates around the world are high and many countries are rolling out booster jabs in large numbers. There is evidence that vaccines are increasing in effectiveness against the virus. In addition, governments are increasingly prepared for unexpected twists and turns in the pandemic. As 2021 ended, we saw good levels of economic activity and the continued rollout of vaccines. However, much of the world remains at pre-COVID-19 economic activity and with increased liabilities, particularly in the public sector.

In addition to this, there are rising risks to the growth rates seen during the COVID-19 pandemic recovery coming from the increasing levels of inflation. We remain vigilant and continue to monitor data on inflation and especially how central banks react to these and the impact on financial markets. Given this environment, where growth has been fuelled by low interest rates and is highly sensitive to inflation levels, we foresee continued challenges to income strategies and increasing yield levels back to pre-2020 levels. While we might see an increase on yield generated by fixed income assets, this would likely come at the expense of lower growth rates that would have an impact on dividend recovery. However, a lot of progress has been made already and yields have increased since the cuts to dividend payments seen in 2020.

Multi Assets Solutions Team

For and on behalf of Santander Asset Management UK Limited

March 2022

Summary of material portfolio changes (unaudited)*for the six months ended 31 January 2022*

Purchases	Cost £	Sales	Proceeds £
iShares Core £ Corporate Bond UCITS ETF	1,997,618	Invesco S&P 500 UCITS ETF USD	2,101,266
Vanguard UK Investment Grade Bond Index Fund Sterling Inc	1,297,637	Vanguard FTSE 100 UCITS ETF	1,394,247
Vanguard FTSE 100 UCITS ETF	789,378	Santander Enhanced Income Portfolio I Inc*	800,686
Santander Sterling Corporate Bond Fund I Acc*	81,575	Santander Sterling Government Bond Fund I Inc*	298,578
iShares Corporate Bond Index Fund L Acc	35,048		
 Total cost of purchases for the period	 <u>4,201,256</u>	 Total proceeds from sales for the period	 <u>4,594,777</u>

All purchases and sales during the period are disclosed above.

* Related party to the Fund.

Portfolio statement (unaudited)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Collective Investment Schemes 100.31% (98.47%)			
Amundi Funds European Equity Target Income EUR	3,704	3,648,704	5.25
Fidelity Index UK Fund P Inc	1,454,352	1,746,822	2.51
iShares Core £ Corporate Bond UCITS ETF*	43,201	6,317,282	9.09
iShares Corporate Bond Index Fund L Acc	2,206,475	3,751,008	5.40
Janus Henderson Asian Dividend Income Unit Trust Inc	742,268	641,542	0.92
Santander Enhanced Income Portfolio I Inc**	5,935,788	13,361,460	19.23
Santander Equity Income Unit Trust R Inc**	2,458,919	5,598,959	8.06
Santander Sterling Corporate Bond Fund I Acc**	8,457,787	15,088,692	21.71
Santander Sterling Government Bond Fund I Inc**	1,029,285	1,649,943	2.38
Schroder Income Maximiser A Inc	8,514,933	3,306,349	4.76
UBAM Global High Yield Solution IHD	15,311	1,552,531	2.23
Vanguard FTSE 100 UCITS ETF*	214,362	7,011,781	10.09
Vanguard UK Investment Grade Bond Index Fund Sterling Inc	102,375	6,028,236	8.68
		69,703,309	100.31
Futures 0.05% (0.00%)			
EUR/GBP Mar '22	(20)	63,250	0.09
FTSE 100 Mar '22	(21)	(25,292)	(0.04)
		37,958	0.05
Portfolio of investments		69,741,267	100.36
Net other liabilities		(251,547)	(0.36)
Total net assets		69,489,720	100.00

Figures in brackets represent sector distribution at 31 July 2021.

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

Futures securities are derivative instruments listed on official stock exchanges.

* 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 31 January 2022*

R Accumulation Shares*				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	1,372,248	983,926	463,631	476,346
Closing number of shares	408,963	291,199	153,714	151,032
Net asset value per shares (p)	335.54	337.89	301.62	315.39
Prices				
Highest share price (p)	347.0	338.0	329.5	317.7
Lowest share price (p)	330.5	295.0	257.6	286.6
R Income Shares*				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	55,781,060	58,733,540	56,684,690	64,155,159
Closing number of shares	26,429,565	27,179,397	28,500,259	29,704,684
Net asset value per shares (p)	211.06	216.10	198.89	215.98
Prices				
Highest share price (p)	220.1	218.0	223.4	222.2
Lowest share price (p)	211.4	193.6	172.9	202.6
S Income Shares				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	12,336,412	12,737,940	10,536,645	10,252,983
Closing number of shares	8,472,303	8,549,712	7,693,293	6,902,169
Net asset value per shares (p)	145.61	148.99	136.96	148.55
Prices				
Highest share price (p)	151.8	150.3	153.7	152.7
Lowest share price (p)	145.8	133.3	119.0	139.3
X Income Shares**				
Other information	31.01.2022	31.07.2021	01.08.19 to 01.02.20	31.07.2019
Closing net asset value (£)	n/a	n/a	2,842,300	2,796,636
Closing number of shares	n/a	n/a	1,670,702	1,672,360
Net asset value per shares (p)	n/a	n/a	170.13	167.23
Prices				
Highest share price (p)	n/a	n/a	172.9	172.1
Lowest share price (p)	n/a	n/a	163.8	156.9

* The Retail Accumulation share class and the Retail Income share class changed their names to R Accumulation Shares and R Income Shares on 2 September 2019.

** The X Income share class merged with the R Income share class on 1 February 2020.

Statistical information (continued)

for the six months ended 31 January 2022

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 depository, 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 31.01.2022	Year to 31.07.2021
R Accumulation Shares		
Manager's periodic charge	0.85%	0.85%
Synthetic OCF	0.17%	0.29%
Other expenses	0.07%	0.06%
Ongoing charges figure*	1.09%	1.20%
R Income Shares		
Manager's periodic charge	0.85%	0.85%
Synthetic OCF	0.17%	0.29%
Other expenses	0.07%	0.06%
Ongoing charges figure*	1.09%	1.20%
S Income Shares		
Manager's periodic charge	0.70%	0.70%
Synthetic OCF	0.17%	0.29%
Other expenses	0.07%	0.06%
Ongoing charges figure*	0.94%	1.05%

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

Financial Statements - Santander Max 60% Shares Income Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Income				
Net capital (losses)/gains		(1,524,634)		3,125,062
Revenue	1,409,670		1,204,194	
Expenses	(318,225)		(302,676)	
Interest payable and similar charges	(586)		(508)	
Net revenue before taxation	1,090,859		901,010	
Taxation	(25,009)		(68,154)	
Net revenue after taxation		1,065,850		832,856
Total return before distributions		(458,784)		3,957,918
Distributions		(1,190,084)		(1,013,395)
Change in net assets attributable to shareholders from investment activities		(1,648,868)		2,944,523

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

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Opening net assets attributable to shareholders		72,455,406*		67,684,966
Amounts receivable on issue of shares	1,434,077		2,108,005	
Amounts payable on cancellation of shares	(2,773,888)		(2,895,054)	
		(1,339,811)		(787,049)
Dilution adjustment		601		1,601
Change in net assets attributable to shareholders from investment activities		(1,648,868)		2,944,523
Retained distributions on accumulation shares		22,392		7,183
Closing net assets attributable to shareholders		69,489,720		69,851,224*

* 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*as at 31 January 2022*

	31 January 2022	31 July 2021
	£	£
Assets:		
Fixed assets:		
Investments	69,766,559	71,353,044
Current assets:		
Debtors	174,286	264,286
Cash and bank balances	1,440,304	2,438,826
Total assets	<u>71,381,149</u>	<u>74,056,156</u>
Liabilities:		
Investment liabilities	(25,292)	(9,687)
Creditors		
Bank overdrafts	(1,028,319)	(800,429)
Distribution payable	(577,299)	(628,603)
Other creditors	(260,519)	(162,031)
Total liabilities	<u>(1,891,429)</u>	<u>(1,600,750)</u>
Net assets attributable to shareholders	<u><u>69,489,720</u></u>	<u><u>72,455,406</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 July 2021 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 July 2021 and are described in those financial statements.

Post Balance Sheet Event**Russia/Ukraine conflict**

Following the year end, volatility has been observed in global capital markets due to the ongoing geopolitical situation in Europe. A number of multinational companies have ceased operations in Russia and this coupled with rising energy prices may adversely impact the global economy. It is difficult to quantify the longer term impacts of these events but the value of assets may be adversely impacted.

Distribution tables (unaudited)
for the six months ended 31 January 2022

Distributions on R Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2021/2022	Distribution paid 2020/2021
Group 1						
	31.12.2021	quarter 1	2.7900	–	2.7900	2.2600
	31.03.2022	interim	2.7900	–	2.7900	2.2600
Group 2						
	31.12.2021	quarter 1	0.5869	2.2031	2.7900	2.2600
	31.03.2022	interim	0.6066	2.1834	2.7900	2.2600

Distributions on R Income Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2021/2022	Distribution paid 2020/2021
Group 1						
	31.12.2021	quarter 1	1.7900	–	1.7900	1.4900
	31.03.2022	interim	1.7900	–	1.7900	1.4900
Group 2						
	31.12.2021	quarter 1	0.8710	0.9190	1.7900	1.4900
	31.03.2022	interim	0.8414	0.9486	1.7900	1.4900

Distributions on S Income Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2021/2022	Distribution paid 2020/2021
Group 1						
	31.12.2021	quarter 1	1.2300	–	1.2300	1.0300
	31.03.2022	interim	1.2300	–	1.2300	1.0300
Group 2						
	31.12.2021	quarter 1	0.5200	0.7100	1.2300	1.0300
	31.03.2022	interim	0.2711	0.9589	1.2300	1.0300

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 Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(unaudited)

Investment commentary

Investment Objective

The Fund's objective is to provide income, with the 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 4% per annum, although this is not guaranteed.

The Fund is managed with the aim of staying within a risk profile classification (with volatility parameters) of 4 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 range. This range consists of six funds (five of which are part of the Santander Atlas Portfolio growth range, and in addition the Fund which is the only fund in the range with an investment objective of a target annual income) 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 risk profile classifications within the Santander Atlas Portfolio range span from 3 to 7 on the external third party risk rating company's scale. The lower the number in the fund's 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. Please see the General Information and Glossary of Terms at the start of Appendix 1 in the prospectus for more details.

This Fund is managed with the aim of staying within a risk profile classification of 4, 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 over time.

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

The Fund typically has: a higher exposure to less volatile assets (such as bonds) and a lower exposure to more volatile assets (such as shares), compared to other funds within the Santander Atlas Portfolio range which have a higher risk profile classification, and vice versa. The Fund has the same risk profile classification as Santander Atlas Portfolio 4, but will typically have a higher exposure to assets that generate an income than assets that focus on growth compared to Santander Atlas Portfolio 4, because of the Fund's target annual income.

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;
- up to 10% to real estate; and
- up to 15% to cash, cash like and other money market instruments.

Santander Atlas Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Investment Policy (continued)

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 80% 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 35% and 50% 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.

The Collective Investment Schemes in which the Fund invests 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 or target a specific level of income, 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 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. 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.

The base currency of the Fund is UK Sterling.

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.

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.

Santander Atlas Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

- The Fund can invest in a globally unconstrained manner in bonds and shares, 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 income target 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 ACD will tend to favour Collective Investment Schemes which offer attractive levels of income (through bond yields and share dividends) relative to other Collective Investment Schemes on the approved list. Whilst the ACD can invest globally in an unconstrained manner in bonds and shares, it is likely that it will favour exposure to bonds over shares given the Fund's objective to maintain a risk profile classification of 4.

The Fund can invest in both Actively Managed and Passively Managed Collective Investment Schemes.

The Fund's Investments will be selected with the aim of providing income, but some will also provide capital growth for the Fund.

When seeking exposure to shares and bonds by investing in Collective Investment Schemes that offer attractive levels of income (relative to other Collective Investment Schemes on the approved list), the ACD can invest in both Actively Managed Collective Investment Schemes and Passively Managed Collective Investment Schemes but will tend to favour Actively Managed Collective Investment Schemes.

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.

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

Santander Atlas Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Further Information

The ACD uses the IA* Mixed Investment 20-60% 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 in accordance with Santander UK plc's Risk Categorisation Process. Please see the General Information and Glossary of Terms at the start of Appendix 1 in the prospectus for more details.

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 a commercial peer group of competitor funds with similar investment objectives and policies.

Investment Manager

Santander Asset Management UK Limited

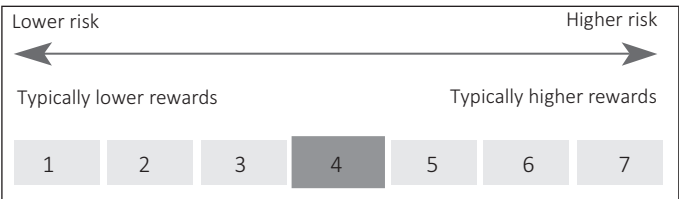
Santander Atlas Income Portfolio
Interim Report and Financial Statements for the six months ended 31 January 2022
(continued)

Investment commentary (continued)

Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks include risks of adverse effects from changes in interest rates, foreign exchange and stock market fluctuations. 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.

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 Atlas Income Portfolio
Interim Report and Financial Statements for the six months ended 31 January 2022
(continued)

Investment commentary (continued)

Performance

Percentage price change from 30 July 2021 to 31 January 2022	
Santander Atlas Income I Accumulation Shares	-0.19%
Santander Atlas Income I Income Shares	-0.20%
IA Mixed Investment 20-60% Shares	-1.12%
Percentage price change from 31 January 2017 to 31 January 2022	
Santander Atlas Income I Accumulation Shares	11.19%
Santander Atlas Income I Income Shares	11.20%
IA Mixed Investment 20-60% Shares	21.99%

Source Morningstar Direct - NAV at noon, bid to bid, net of fees, revenue reinvested.

IA Sector performance sourced from FE fundinfo.

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 Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Market Review

Over the 6 months to 31 January 2022, financial markets performed positively as a result of central bank policies and good corporate earnings. Major indices showed positive earnings with the S&P 500, Euro Stoxx 50 and FTSE 100 rising through the end of the year and early January.¹

Since the COVID-19 pandemic began, income investors have been faced with a prolonged period of reduced income amidst a challenging backdrop where companies have either cancelled or lowered their dividends. However, investors started seeing the first real signs of dividend recovery towards the end of last year, led by the shares of mining and energy companies.² Around the end of November 2021, the Omicron variant posed a threat to investor confidence but as the year concluded and cases started declining investor sentiment did not seem to be negatively affected.

In terms of bonds, we believe indices declined as a result of higher inflation. In both corporate and government debt, yields rose which in turn brought prices down as investors demanded higher return in the face of higher inflation.

Economic indicators were mainly positive by measure of manufacturing, retail sales and business confidence.³ However, this meant we also saw inflation increase which we believe led to some investor nervousness. At the end of 2021, the Federal Reserve's preferred measure of inflation (the Consumer Price Index) showed an increase of 7.00%⁴ which highlighted some vulnerabilities in the markets. As a result, investors started re-assessing the long-term economic impact of this inflation as well as possible interest rate hikes from central banks to tame it.

In terms of shares, much of the positive performance was driven by developed economies, while Asia Pacific and emerging economies underperformed as the year came to an end.⁵ From a regional perspective, we believe performance was led by the US, followed by Europe and the UK. Japan, the broad Asia Pacific region, and the emerging economies all saw a small negative return in local currency terms. China's stock market was the worst performer among major markets.⁶

Performance Review and Investment Activity (Reporting Period)

Based on forecasted dividends and market conditions over the 6 months to 31 January 2022, our expectation is that the Fund is likely to deliver an income below its 4.00% annual target. For this reason, we set a projected income (not guaranteed) of 3.30% which we are on track to achieve.

Over the last 6 months to 31 January 2022 from a capital growth perspective, the I Accumulation Share Class delivered a return of -0.19% and the I Income Share Class delivered a return of -0.20%, while the Comparator Benchmark delivered a -1.12% cumulative return. Performance was driven by holding a larger position in shares than we would normally hold if we expected a neutral market (expectation that investments have an equal chance of going up or down). This extra allocation to shares had come at the expense of fixed income assets as we anticipated a challenging period for bonds ahead. Within the fixed income space, we had reduced the Fund's duration (sensitivity to interest rate changes).

¹ Sourced from TradingView

² Simpson Financial Services, Positive signs of a global dividend recovery to wrap up 2021, <https://www.simpsonfs.co.uk/simpsons-blog/positive-signs-of-a-global-dividend-recovery-to-wrap-up-2021.html>

³ Trading Economics, <https://tradingeconomics.com/indicators>

⁴ Trading Economics, United States Inflation Rate, <https://tradingeconomics.com/united-states/inflation-cpi>

⁵ Sourced from TradingView

⁶ Sourced from TradingView

Santander Atlas Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

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

The asset allocation decision to hold larger positions in shares, specifically those in higher dividend paying regions like the UK and Europe, is contributing to the Fund continuing to achieve its projected income. Although bonds were reduced, allocations to high yield (typically bonds with higher interest rates than investment grade bonds due to a higher risk of default) and emerging economies were maintained due to their higher levels of income. However, given market conditions over the period these contributions have not been enough to revise the Fund's projected income in line with its target income (as per the Prospectus).

Performance Review and Investment Activity (Last 5 years)

In addition to providing an annual income and staying within a risk profile classification, the Fund will potentially seek to deliver capital growth over the longer term.

Over the last 5 years to 31 January 2022 from a capital growth perspective, the I Accumulation Share Class delivered a cumulative return of 11.19% and the I Income Share Class delivered a cumulative return of 11.20%, while the Comparator Benchmark delivered a 21.99% cumulative return. Performance was driven by having more exposure to shares than we normally would if we expected a neutral market, however, tactical allocations remained dynamic as we managed portfolio risk through episodes of increased volatility and other significant market events, such as the US Presidential Elections and the COVID-19 pandemic.

The Fund continues to collect much of its dividends from a home bias towards the UK corporate bond and UK stock markets, however, we diversify this with allocations in Asia-Pacific shares, global high yield, and emerging economy debt. All investment views are taken on a measured basis to ensure the Fund remains within its target risk profile.

Market Outlook

While it remains unknown when the COVID-19 pandemic will come to an end, we maintain a cautious outlook for stock markets and economies within an environment of rising inflation across major economies. Vaccination rates around the world are high and many countries are rolling out booster jabs in large numbers. There is evidence that vaccines are increasing in effectiveness against the virus. In addition, governments are increasingly prepared for unexpected twists and turns in the pandemic. As 2021 ended, we saw good levels of economic activity and the continued rollout of vaccines. However, much of the world remains at pre-COVID-19 economic activity and with increased liabilities, particularly in the public sector.

In addition to this, there are rising risks to the growth rates seen during the COVID-19 pandemic recovery coming from the increasing levels of inflation. We remain vigilant and continue to monitor data on inflation and especially how central banks react to these and the impact on financial markets. Given this environment, where growth has been fuelled by low interest rates and is highly sensitive to inflation levels, we foresee continued challenges to income strategies and increasing yield levels back to pre-2020 levels. While we might see an increase on yield generated by fixed income assets, this would likely come at the expense of lower growth rates that would have an impact on dividend recovery. However, a lot of progress has been made already and yields have increased since the cuts to dividend payments seen in 2020.

Multi Assets Solutions Team

For and on behalf of Santander Asset Management UK Limited

March 2022

Summary of material portfolio changes (unaudited)*for the six months ended 31 January 2022*

Purchases	Cost £	Sales	Proceeds £
iShares £ Corp Bond ex-Financials UCITS ETF	5,490,141	Legal & General All Stocks Gilt Index Trust I Inc	5,263,777
HSBC Corporate Bond Fund R Inc	2,494,107	Invesco S&P 500 Acc ETF	1,874,644
Principal Global Investors Funds Acc GBP (hedged)	1,699,994	iShares EURO Dividend UCITS ETF	298,111
Fidelity Enhanced Income Fund A Inc	1,482,599	iShares £ Corp Bond exFinancials UCITS ETF	99,550
PIMCO Global High Yield Bond Fund I Inc GBP (hedged)	1,001,712	iShares Corporate Bond Index Fund L Inc	2,316
Schroder Income Maximiser A Inc	902,201	Xtrackers S&P 500 Swap UCITS ETF 1C USD	3
Amundi Funds European Equity Target Income EUR	495,533		
Total cost of purchases for the period	<u>13,566,287</u>	Total proceeds from sales for the period	<u>7,538,401</u>

All purchases and sales during the period are disclosed above.

Portfolio statement (unaudited)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Collective Investment Schemes 96.08% (94.67%)			
Amundi Funds European Equity Target Income EUR	4,484	4,416,943	4.48
Fidelity Enhanced Income Fund A Inc	9,262,170	8,623,080	8.74
HSBC Corporate Bond Fund R Inc	5,297,797	6,558,673	6.64
Invesco S&P 500 Acc ETF*	3,170	1,973,848	2.00
iShares £ Corp Bond ex-Financials UCITS ETF*	95,740	12,087,175	12.25
iShares Corporate Bond Index Fund L Inc	6,018,404	8,124,846	8.23
iShares EURO Dividend UCITS ETF*	376,676	6,660,385	6.75
Janus Henderson Asian Dividend Income Unit Trust Inc	7,324,940	6,330,946	6.41
MFS Meridian Funds Emerging Market Debt Fund A2USD	377,957	4,697,670	4.76
PIMCO Global High Yield Bond Fund I Inc GBP (hedged)	1,500,911	8,495,158	8.61
Principal Global Investors Funds Acc GBP (hedged)	1,117,315	7,150,818	7.24
Schroder Income Maximiser A Inc	21,455,149	8,331,034	8.44
Vanguard FTSE 100 UCITS ETF*	112,441	3,677,945	3.73
Vanguard UK Investment Grade Bond Index Fund Sterling Inc	130,808	7,702,476	7.80
		94,830,997	96.08
Futures 0.14% (0.02%)			
EUR/GBP Mar '22	(41)	129,663	0.13
Euro Stoxx 600 Mar '22	(103)	30,614	0.03
FTSE 100 Mar '22	(92)	(163,738)	(0.17)
Long Gilt Mar '22	(40)	145,600	0.15
		142,139	0.14
Portfolio of investments		94,973,136	96.22
Net other assets		3,735,799	3.78
Total net assets		98,708,935	100.00

Figures in brackets represent sector distribution at 31 July 2021.

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

Futures securities are derivative instruments listed on official stock exchanges.

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

Statistical information (unaudited)*for the six months ended 31 January 2022*

I Accumulation Shares				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	11,352,938	12,324,033	13,673,076	17,585,228
Closing number of shares	3,141,728	3,404,967	4,060,835	5,021,298
Net asset value per shares (p)	361.36	361.94	336.71	350.21
Prices				
Highest share price (p)	370.7	362.9	358.7	351.6
Lowest share price (p)	358.0	332.5	294.1	321.6
I Income Shares				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	87,355,997	83,106,326	69,546,398	76,175,075
Closing number of shares	40,680,356	38,007,017	33,061,754	33,486,269
Net asset value per shares (p)	214.74	218.66	210.35	227.48
Prices				
Highest share price (p)	221.5	220.7	228.8	231.3
Lowest share price (p)	215.1	206.1	186.3	215.7

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 depository, 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 31.01.2022	Year to 31.07.2021
I Accumulation Shares		
Manager's periodic charge	0.40%	0.40%
Synthetic OCF	0.38%	0.41%
Other expenses	0.06%	0.05%
Ongoing charges figure*	0.84%	0.86%
I Income Shares		
Manager's periodic charge	0.40%	0.40%
Synthetic OCF	0.38%	0.41%
Other expenses	0.06%	0.05%
Ongoing charges figure*	0.84%	0.86%

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

Financial Statements - Santander Atlas Income Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Income				
Net capital (losses)/gains		(1,797,002)		2,271,639
Revenue	2,033,958		1,634,354	
Expenses	(219,381)		(188,105)	
Interest payable and similar charges	(1,484)		–	
Net revenue before taxation	1,813,093		1,446,249	
Taxation	(175,005)		(142,518)	
Net revenue after taxation		1,638,088		1,303,731
Total return before distributions		(158,914)		3,573,370
Distributions		(1,603,962)		(1,308,194)
Change in net assets attributable to shareholders from investment activities		(1,762,876)		2,267,176

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

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Opening net assets attributable to shareholders		95,430,359*		83,219,474
Amounts receivable on issue of shares	10,399,670		10,595,598	
Amounts payable on cancellation of shares	(5,557,868)		(5,712,784)	
		4,841,802		4,882,814
Dilution adjustment		1,445		376
Change in net assets attributable to shareholders from investment activities		(1,762,876)		2,267,176
Retained distributions on accumulation shares		198,205		210,808
Closing net assets attributable to shareholders		98,708,935		90,580,648*

* 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 31 January 2022*

	31 January 2022	31 July 2021
	£	£
Assets:		
Fixed assets:		
Investments	95,136,874	90,376,010
Current assets:		
Debtors	617,507	535,553
Cash and bank balances	3,696,512	5,456,063
Total assets	<u>99,450,893</u>	<u>96,367,626</u>
Liabilities:		
Investment liabilities	(163,738)	(14,037)
Creditors		
Distribution payable	(244,082)	(450,839)
Other creditors	(334,138)	(472,391)
Total liabilities	<u>(741,958)</u>	<u>(937,267)</u>
Net assets attributable to shareholders	<u><u>98,708,935</u></u>	<u><u>95,430,359</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 July 2021 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 July 2021 and are described in those financial statements.

Post Balance Sheet EventRussia/Ukraine conflict

Following the year end, volatility has been observed in global capital markets due to the ongoing geopolitical situation in Europe. A number of multinational companies have ceased operations in Russia and this coupled with rising energy prices may adversely impact the global economy. It is difficult to quantify the longer term impacts of these events but the value of assets may be adversely impacted.

Distribution tables (unaudited)
for the six months ended 31 January 2022

Distributions on I Accumulation Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2021/2022	Distribution paid 2020/2021
Group 1						
	30.09.2021	monthly	1.0000	–	1.0000	0.8800
	31.10.2021	monthly	1.0000	–	1.0000	0.8800
	30.11.2021	monthly	1.0000	–	1.0000	0.8800
	31.12.2021	monthly	1.0000	–	1.0000	0.8800
	31.01.2022	monthly	1.0000	–	1.0000	0.8800
	28.02.2022	interim	1.0000	–	1.0000	0.8800
Group 2						
	30.09.2021	monthly	0.1761	0.8239	1.0000	0.8800
	31.10.2021	monthly	0.0000	1.0000	1.0000	0.8800
	30.11.2021	monthly	0.0000	1.0000	1.0000	0.8800
	31.12.2021	monthly	0.2655	0.7345	1.0000	0.8800
	31.01.2022	monthly	0.0302	0.9698	1.0000	0.8800
	28.02.2022	interim	0.0000	1.0000	1.0000	0.8800

Distributions on I Income Shares in pence per share

	Payment date	Payment type	Net revenue	Equalisation	Distribution paid/payable 2021/2022	Distribution paid 2020/2021
Group 1						
	30.09.2021	monthly	0.6000	–	0.6000	0.5500
	31.10.2021	monthly	0.6000	–	0.6000	0.5500
	30.11.2021	monthly	0.6000	–	0.6000	0.5500
	31.12.2021	monthly	0.6000	–	0.6000	0.5500
	31.01.2022	monthly	0.6000	–	0.6000	0.5500
	28.02.2022	interim	0.6000	–	0.6000	0.5500
Group 2						
	30.09.2021	monthly	0.0700	0.5300	0.6000	0.5500
	31.10.2021	monthly	0.0000	0.6000	0.6000	0.5500
	30.11.2021	monthly	0.0000	0.6000	0.6000	0.5500
	31.12.2021	monthly	0.1817	0.4183	0.6000	0.5500
	31.01.2022	monthly	0.0000	0.6000	0.6000	0.5500
	28.02.2022	interim	0.0000	0.6000	0.6000	0.5500

Distribution tables (continued)

for the six months ended 31 January 2022

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 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(unaudited)

Investment commentary

As part of implementing the changes described in the Report of the Authorised Corporate Director and to enhance investor disclosures, on 10 January 2022 we also updated the Fund's investment objectives and policy. The Fund's investment objectives will continue to be to provide a combination of capital growth and income over a 5+ year time horizon, as well as aiming to outperform (after the deduction of fees) its composite target benchmark, when measured over a 5+ year time horizon. However, we have made a change to the composition of the target benchmark and increased the expected maximum level of average outperformance.

Prior to 10 January 2022

Investment objective*

The Fund's objective is to provide a combination of capital growth and income over a 5+ year time horizon.

The Fund will aim to outperform (after the deduction of fees) the following composite Target Benchmark over a rolling 3 year time period: 40% Markit iBoxx £ Non Gilt Index, 25% FTSE Actuaries UK Conventional Gilts All Stocks Index, 13% FTSE All Share Index, 10% Overnight LIBOR £ Index*, 5% BofA Merrill Lynch Global High Yield Index, 4% FT World US Index and 3% FT World Europe Ex UK Index.

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.

Investment Policy*

The Fund aims to achieve its objective by investing globally in a wide range of bonds issued by companies and governments and shares issued by listed companies. The Fund's exposure to global shares will never exceed 30%.

To obtain exposure to these assets, the Fund will invest indirectly by purchasing units in Collective Investment Schemes managed by other companies and/or the ACD or other companies within the Santander Group. The Fund may also invest directly.

The ACD has the discretion to manage the Fund according to its investment views and opportunities identified as market and economic conditions change. It will select investments that it believes will best achieve the Fund's objective. An assessment will be completed on all investment opportunities before any investment decisions are made.

At least 70% of the Fund will at all times be invested in the asset classes described above, but it has the flexibility to invest in other assets globally, such as cash, near cash and other money market instruments, real estate and commodities.

The Fund is managed to stay within a Lower Risk category in accordance with Santander UK's Risk Categorisation Process.

The Fund may use Derivatives for Efficient Portfolio Management.

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 1.00%. 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 base currency of the Fund is UK Sterling.

* It is expected that LIBOR will cease to exist after the end of 2021. The ACD will be replacing the LIBOR component of the Fund's Target Benchmark before the end of 2021 and will be notifying Shareholders accordingly.

Santander Max 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Further information

The Target Benchmark for the Fund has been selected as it contains a broad mix of different asset classes and countries / regions which are broadly in line with the investment objective of the Fund. Note that the ACD does not employ risk limits in managing the Fund that are related to the Target Benchmark.

The Indices which together make up the composite Target Benchmark are provided by FTSE International Limited, IHS Markit Benchmark Administration Limited and ICE Benchmark Administration Limited respectively. As at the date of this Prospectus, these index providers are on the public register of administrators and benchmarks established and maintained by the European Securities and Markets Authority.

Variable remuneration of individual Fund managers for 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 as well as a commercial peer group of competitor Funds with similar investment objectives and policies.

From 10 January 2022

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: 40% Markit iBoxx Sterling Non-Gilts Index TR, 25% ICE BofA UK Gilts All Stocks Index TR, 13% MSCI UK Index TR, 10% Sterling Overnight Index Average (SONIA), 5% ICE BofA Global High Yield Index, 4% MSCI USA Index TR and 3% MSCI Europe Ex UK Index TR.

It is expected that average outperformance for the Fund will typically not be greater than 0.35% 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 60% and 90% in bonds. The Fund can obtain exposure to bonds (typically denominated in or, at the time of purchase, Hedged to Pounds Sterling) issued by companies, supranationals and other non-sovereign entities as well as bonds issued by the UK Government. Up to 15% of the Fund may be exposed to bonds which are, at the time of purchase, sub-investment grade;
- between 10% and 30% 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.

Santander Max 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

From 10 January 2022 (continued)

Investment Policy* (continued)

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.

*With effect from 10 January 2022, as part of a project to enhance investor disclosures, the investment objective and policy of the Fund changed. We wrote out to shareholders advising them of this change.

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 0.35% 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.

Santander Max 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

From 10 January 2022 (continued)

Investment Strategy and Process (continued)

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 drawdown (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 75% 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 25% 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 13% of the Fund could be exposed to the MSCI UK Index TR even though this makes up 13% 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 a combination of 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.

Santander Max 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

From 10 January 2022 (continued)

Investment Strategy and Process (continued)

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.

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.

Santander Max 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

From 10 January 2022 (continued)

Further Information (continued)

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

Investment Manager and Sub-Investment Manager

During the period we made some changes with the intention of improving the value that the Fund can deliver for investors. The Fund was previously managed by the ACD as a "fund of funds" (a fund that invests in other funds). This has changed and the Fund now invests directly in assets. The ACD appointed a new single sub-investment manager, Santander Asset Management, S.A.,SGIIC ("SAM Spain"), to manage the Fund under a new investment strategy (using a quantitative systematic, rules based investment process) whilst retaining the overall risk level. As a result, the Fund's expected level of average maximum outperformance (after fees) has increased. BlackRock Advisors (UK) Limited acted as transition manager for the Fund from 17 January 2022 until 7 February 2022. The Transition Manager effected a realignment of the Fund's portfolio in line with direction from SAM Spain to effect the new investment process. The transition costs paid by the Fund which were associated with this realignment and confirmed by the Transition Manager were 0.16% (within expectation as communicated to investors ahead of change implementation). SAM Spain was appointed sub-investment manager on 7 February 2022. We wrote out to shareholders advising them of these changes, please refer to the Santander Asset Management Fund Centre for the most up to date Prospectus.

The sub-investment managers during the period under review were:

BlackRock Advisors (UK) Limited (appointed transition manager 17 January 2022 to 7 February 2022)

Santander Asset Management, S.A.,SGIIC (appointed 7 February 2022)

Transition Manager

BlackRock Advisors (UK) Limited (to effect the Portfolio Transition)

Sub-Investment Manager

Santander Asset Management, S.A, SGIIC (upon completion of the Portfolio Transition)

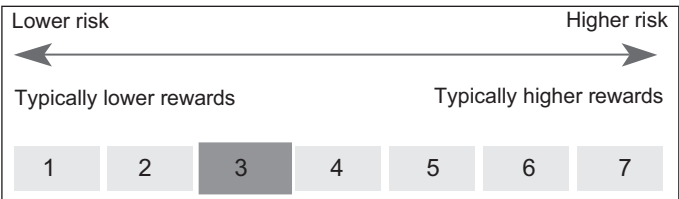
Santander Max 30% Shares Portfolio
Interim Report and Financial Statements for the six months ended 31 January 2022
(continued)

Investment commentary (continued)

Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks include risks of adverse effects from changes in interest rates, foreign exchange and stock market fluctuations. 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.

Risk and Reward Indicator



The risk and reward indicator shown above is based on historical data which may not be a reliable indication of the future risk profile of the Fund. The indicator is a measure of the Fund's volatility of past returns over the previous 5 years. The Fund has consistently remained at lower volatility in the 4 months preceding 26 November 2021, and therefore the risk and reward indicator has decreased from 4 to 3.

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 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Performance

Percentage price change from 30 July 2021 to 31 January 2022		
Santander Max 30% Shares Portfolio R Accumulation Shares	-2.36%	
Santander Max 30% Shares Portfolio S Accumulation Shares	-2.40%	
40% Markit iBoxx Sterling Non-Gilts Index TR, 25% ICE BofA UK Gilts All Stocks Index TR, 13% MSCI UK Index TR, 10% Sterling Overnight Index Average (SONIA), 5% ICE BofA Global High Yield Index, 4% MSCI USA Index TR and 3% MSCI Europe Ex UK Index TR*	-2.40%	
Percentage price change from 31 January 2019 to 31 January 2022		
	Annualised	Cumulative
Santander Max 30% Shares Portfolio R Accumulation Shares	3.06%	9.47%
Santander Max 30% Shares Portfolio S Accumulation Shares	3.10%	9.60%
40% Markit iBoxx Sterling Non-Gilts Index TR, 25% ICE BofA UK Gilts All Stocks Index TR, 13% MSCI UK Index TR, 10% Sterling Overnight Index Average (SONIA), 5% ICE BofA Global High Yield Index, 4% MSCI USA Index TR and 3% MSCI Europe Ex UK Index TR*	4.10%	12.82%
Percentage price change from 31 January 2017 to 31 January 2022		
	Annualised	Cumulative
Santander Max 30% Shares Portfolio R Accumulation Shares	2.39%	12.54%
Santander Max 30% Shares Portfolio S Accumulation Shares	2.45%	12.88%
40% Markit iBoxx Sterling Non-Gilts Index TR, 25% ICE BofA UK Gilts All Stocks Index TR, 13% MSCI UK Index TR, 10% Sterling Overnight Index Average (SONIA), 5% ICE BofA Global High Yield Index, 4% MSCI USA Index TR and 3% MSCI Europe Ex UK Index TR*	3.62%	19.46%

Source Morningstar Direct - NAV at noon, bid to bid, net of fees, revenue reinvested.

Market index returns are based on daily index valuations as at close-of-business of the relevant market. Source Factset.

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 and any performance after that date is shown against this updated Benchmark. 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.

Santander Max 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Market Review

Over the 6 months to 31 January 2022, financial markets performed positively as a result of central bank policies and good corporate earnings. Major indices showed positive earnings with the S&P 500, Euro Stoxx 50 and FTSE 100 rising through the end of the year and early January.¹

In terms of COVID-19, the Omicron variant was once again at the forefront of investors' minds but as the year ended and cases started declining investor sentiment did not seem to be negatively affected.

In terms of bonds, we believe indices declined as a result of higher inflation. In both corporate and government debt, yields rose which in turn brought prices down as investors demanded higher return in the face of higher inflation.

Economic indicators were mainly positive by measure of manufacturing, retail sales and business confidence.² However, this meant we also saw inflation increase which we believe led to some investor nervousness. At the end of 2021, the Federal Reserve's preferred measure of inflation (the Consumer Price Index) showed an increase of 7.00%³ which highlighted some vulnerabilities in the markets. As a result, investors started re-assessing the long-term economic impact of this inflation as well as possible interest rate hikes from central banks to tame it.

In terms of shares, much of the positive performance was driven by developed economies, while Asia Pacific and emerging economies underperformed as the year came to an end.⁴ From a regional perspective, we believe performance was led by the US, followed by Europe and the UK. Japan, the broad Asia Pacific region, and the emerging economies all saw a small negative return in local currency terms. China's stock market was the worst performer among major markets.⁵

Performance Review and Investment Activity (Reporting Period)

Over the 6 months to 31 January 2022, the R Accumulation Share Class delivered a return of -2.36%, outperforming the benchmark, and the S Accumulation Share Class delivered a return of -2.40%, equalling the Target Benchmark, which delivered a -2.40% return.

The Fund's performance was driven by being overweight (holding more exposure than the Target Benchmark) in shares. This extra allocation to shares was specifically preferred in the US, Europe, and Japan regions, and had come at the expense of fixed income assets as we anticipated a challenging period for bonds ahead. Within the fixed income space, we were cautious on positioning duration (sensitivity to interest rate changes) by maintaining an underweight (holding less exposure than the Target Benchmark) in UK Government bonds.

The Fund underwent a transition to implement a new strategy that moves investment management from the Authorised Corporate Director to a sub-investment manager (as per Prospectus) who will manage the whole of the Fund using a systematic, rules-based investment process. This transition has not been finalised as at the end of the reporting period, however, once complete we will set an outperformance target for the sub-investment manager which aims to improve the Fund's performance and risk adjusted returns for shareholders.

¹ Sourced from TradingView

² Trading Economics, <https://tradingeconomics.com/indicators>

³ Trading Economics, United States Inflation Rate, <https://tradingeconomics.com/united-states/inflation-cpi>

⁴ Sourced from TradingView

⁵ Sourced from TradingView

Santander Max 30% Shares Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Performance Review and Investment Activity (Last 3 and 5 years)

Over the last 3 years to 31 January 2022, the R Accumulation Share Class delivered a cumulative return of 9.47% (3.06% annualised), and the S Accumulation delivered a cumulative return of 9.60% (3.10% annualised), underperforming the Target Benchmark, which delivered a 12.82% cumulative return (4.10% annualised).

The Fund's performance was driven by being overweight in shares, however, tactical allocations remained dynamic as we managed portfolio risk through episodes of increased volatility and other significant market events, such as the US Presidential Elections and the COVID-19 pandemic. The Fund also implemented thematic views which was characterised by holding US technology shares over 2019 to 2020 but closed in favour of value-style shares (companies considered undervalued by the market) in 2021, particularly in the Europe and US regions. The preference for these regions currently remains, however, we have removed the value style positions in favour of more broad index exposures as the global economy reopens.

Over the last 5 years to 31 January 2022, the R Accumulation Share Class delivered a cumulative return of 12.54% (2.39% annualised) and the S Accumulation delivered a cumulative return of 12.88% (2.45% annualised), underperforming the benchmark, which delivered a 19.46% cumulative return (3.62% annualised). The Fund remained dynamic and adjusted its allocations versus the benchmark to tactically exploit market events, as explained in the above 3-year performance review. However, the Fund has experienced turbulence since Brexit was announced in June 2016. This is due to the Fund holding a home bias by design (holding UK shares, UK corporate bonds, and UK Government bonds).

Market Outlook

While it remains unknown when the COVID-19 pandemic will come to an end, we maintain a cautiously optimistic outlook for stock markets and economies within an environment of rising inflation across major economies. Vaccination rates around the world are high and many countries are rolling out booster jabs in large numbers. There is evidence that vaccines are increasing in effectiveness against the virus. In addition, governments are increasingly prepared for unexpected twists and turns in the pandemic, bringing confidence to people and businesses. As 2021 ended, we saw good levels of economic activity and the continued rollout of vaccines.

We remain vigilant and continue to monitor data on inflation and especially how major central banks react to these. We continue to monitor stock markets and economies for further developments and are well positioned to respond when, and if, necessary.

These views may change as per the Fund's aforementioned transition to a new sub-investment manager and investment strategy.

Multi Assets Solution Team

For and on behalf of Santander Asset Management UK Limited

March 2022

Summary of material portfolio changes (unaudited)

for the six months ended 31 January 2022

Purchases	Cost £	Sales	Proceeds £
iShares Global High Yield Bond UCITS ETF USD	10,526,818	Santander Sterling Government Bond Fund I Inc*	29,827,890
UK Treasury 3.5% 2045	3,957,451	Vanguard UK Investment Grade Bond Index Fund Sterling Acc	19,668,644
UK Treasury 1% 2024	3,909,956	HSBC FTSE All-Share Index Fund I Inc	19,213,091
Nordea 1 – Low Duration European Covered Bond Fund HAI	3,700,379	Santander Sterling Corporate Bond Fund I Acc*	17,040,691
UK Treasury 1.5% 2026	3,484,050	iShares Corporate Bond Index Fund L Acc	15,315,597
UK Treasury 0.625% 2025	3,467,585	Nordea 1 – Low Duration European Covered Bond Fund HAI	14,911,795
UK Treasury 1.25% 2027	3,447,885	Insight Investment UK Corporate All Maturities Bond Fund Gross P Acc	11,817,035
UK Treasury 0.875% 2029	3,443,115	iShares MSCI Europe ex-UK UCITS ETF EUR	8,748,466
UK Treasury 0.125% 2028	3,411,301	iShares Core £ Corporate Bond UCITS ETF	7,940,379
iShares Core £ Corporate Bond UCITS ETF	3,402,746	Invesco S&P 500 UCITS ETF USD	7,344,428
UK Treasury 4.25% 2032	3,364,057	SPDR Bloomberg Barclays Euro High Yield Bond UCITS ETF	6,714,365
Vanguard UK Investment Grade Bond Index Fund Sterling Acc	3,227,061	iShares Core UK Gilts UCITS ETF	5,578,120
UK Treasury 1.75% 2037	2,953,296	iShares Core FTSE 100 UCITS ETF	4,995,684
UK Treasury 1.625% 2054	2,929,709	JOHCM UK Dynamic Y Acc	4,991,582
UK Treasury 1.25% 2041	2,924,125	Amundi Funds European Equity Target Income EUR	4,435,669
UK Gilt 0.625% 2035	2,914,408	Vanguard Euro Investment Grade Bond Index GBP (hedged)	3,976,539
UK Treasury 0.5% 2061	2,906,718	iShares Core € Corp Bond UCITS ETF EUR	3,934,917
UK Treasury 4.25% 2036	2,895,400	UBS ETF - MSCI Japan UCITS ETF A JPY	3,549,819
UK Treasury 3.75% 2052	2,885,384	HSBC Corporate Bond Acc	3,051,877
iShares Core FTSE 100 UCITS ETF	1,997,662	UK Treasury 0.125% 2026	1,927,619
Total cost of purchases for the period	<u>210,171,266</u>	Total proceeds from sales for the period	<u>215,929,045</u>

* Related party to the Fund.

Portfolio statement (unaudited)*as at 31 January 2022*

	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Investment			
Fixed Interest Securities 52.95% (nil)			
AAA to AA 33.97% (nil)			
Allianz Finance II 4.5% 2043	£400,000	561,878	0.27
Chancellor Masters and Scholars of the University of Oxford 2.544% 2117	£400,000	443,511	0.21
CPPIB Capital Inc 0.375% 2023	£900,000	889,713	0.43
CPPIB Capital Inc 1.625% 2071	£400,000	375,520	0.18
European Investment Bank 0.875% 2023	£1,100,000	1,092,091	0.53
European Investment Bank 1% 2026	£1,000,000	985,205	0.48
European Investment Bank 1.375% 2025	£1,300,000	1,301,651	0.63
European Investment Bank 6% 2028	£700,000	908,782	0.44
Inter-American Development Bank 1.25% 2025	£900,000	896,229	0.43
Inter-American Development Bank 1.375% 2024	£1,300,000	1,300,867	0.63
International Bank for Reconstruction & Development 0.5% 2023	£1,100,000	1,089,385	0.53
International Bank for Reconstruction & Development 0.75% 2026	£1,100,000	1,067,554	0.52
International Bank for Recovery & Development 0.25% 2026	£900,000	857,511	0.41
International Development Association 0.75% 2028	£900,000	862,072	0.42
KFW 6% 2028	£800,000	1,038,907	0.50
Kreditanstalt fuer Wiederaufbau 1.25% 2023	£900,000	899,977	0.43
Kreditanstalt Fur Wiederaufbau 1.375% 2024	£900,000	900,860	0.43
Lloyds Bank 4.875% 2027	£500,000	584,177	0.28
Lloyds Bank 5.125% 2025	£600,000	666,867	0.32
Lloyds Bank 6% 2029	£500,000	646,317	0.31
Network Rail 4.75% 2035	£800,000	1,101,508	0.53
Nordrhein Westfalen 0.625% 2024	£900,000	881,028	0.43
Santander UK 5.75% 2026**	£700,000	819,483	0.40
SNCF Réseau 5% 2052	£400,000	655,600	0.32
UK Treasury 0.125% 2028	£3,600,000	3,396,672	1.64
UK Treasury 0.5% 2061	£3,700,000	2,830,574	1.37
UK Treasury 0.625% 2025	£3,500,000	3,457,930	1.67
UK Treasury 0.625% 2035	£3,200,000	2,887,328	1.40
UK Treasury 0.875% 2029	£3,500,000	3,425,905	1.66
UK Treasury 1% 2024	£3,900,000	3,902,145	1.89
UK Treasury 1.25% 2027	£3,400,000	3,434,884	1.66
UK Treasury 1.25% 2041	£3,000,000	2,886,360	1.39
UK Treasury 1.5% 2026	£3,400,000	3,471,774	1.68
UK Treasury 1.625% 2054	£2,700,000	2,870,370	1.39
UK Treasury 1.75% 2037	£2,800,000	2,922,080	1.41

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
AAA to AA (continued)			
UK Treasury 3.5% 2045	£2,800,000	3,907,624	1.89
UK Treasury 3.75% 2052	£1,800,000	2,839,284	1.37
UK Treasury 4.25% 2032	£2,600,000	3,341,988	1.61
UK Treasury 4.25% 2036	£2,100,000	2,869,167	1.39
Wellcome Trust 2.517% 2118	£300,000	335,322	0.16
Westfield Stratford City Finance 1.642% 2026	£700,000	688,809	0.33
		<hr/>	
		70,294,909	33.97
AA- to A+ 1.35% (nil)			
Banque Federative du Credit Mutuel 1.75% 2024	£900,000	898,236	0.43
Pfizer 2.735% 2043	£1,000,000	1,057,748	0.51
Statoil 6.875% 2031	£500,000	697,164	0.34
Toyota Motor Credit 0.75% 2025	£148,000	142,638	0.07
		<hr/>	
		2,795,786	1.35
A to A- 3.47% (nil)			
Aspire Defence Finance A 4.674% 2040	£168,958	211,041	0.10
Bank of America 1.667% 2029	£900,000	863,964	0.42
Bank of America 7% 2028	£800,000	1,026,961	0.50
Clarion Funding 3.125% 2048	£400,000	454,199	0.22
GlaxoSmithKline Capital 1.625% 2035	£500,000	458,899	0.22
GlaxoSmithKline Capital 4.25% 2045	£300,000	399,030	0.19
GlaxoSmithKline Capital 5.25% 2033	£300,000	395,860	0.19
GlaxoSmithKline Capital 5.25% 2042	£300,000	436,169	0.21
HSBC 1.75% 2027	£700,000	677,395	0.33
JPMorgan Chase & Co 0.991% 2026	£900,000	870,614	0.42
JPMorgan Chase & Co 1.895% 2033	£400,000	381,110	0.18
THFC 5.2% 2043	£700,000	1,015,155	0.49
		<hr/>	
		7,190,397	3.47
BBB+ to BBB 13.40% (nil)			
AT&T 2.9% 2026	£500,000	517,285	0.25
AT&T 4.875% 2044	£400,000	506,897	0.25
AT&T 7% 2040	£400,000	611,586	0.30
AXA 5.453% 2170	£200,000	220,803	0.11

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
Banco Santander 2.25% 2032**	£1,100,000	1,050,500	0.51
Barclays 1.7% 2026	£900,000	881,109	0.43
Barclays 3% 2026	£800,000	818,396	0.40
Barclays 3.125% 2024	£900,000	919,394	0.44
Barclays 3.25% 2033	£800,000	831,951	0.40
BAT International Finance 4% 2026	£800,000	842,964	0.41
BHP Billiton Finance 6.5% 2077	£300,000	309,000	0.15
BNP Paribas 2% 2031	£700,000	675,500	0.33
Credit Suisse 2.125% 2025	£900,000	894,798	0.43
E.ON International Finance 6.75% 2039	£300,000	457,343	0.22
Électricité de France 5.125% 2050	£200,000	269,277	0.13
Électricité de France 5.5% 2041	£600,000	791,847	0.38
Électricité de France 6.125% 2034	£600,000	792,119	0.38
Enel 5.75% 2037	£500,000	685,069	0.33
Enel Finance International 5.75% 2040	£400,000	566,877	0.27
ENGIE 5% 2060	£500,000	769,202	0.37
GE Capital UK Funding 5.875% 2033	£500,000	646,047	0.31
Goldman Sachs 1% 2025	£700,000	677,397	0.33
Goldman Sachs 1.5% 2027	£900,000	858,218	0.42
Goldman Sachs 3.125% 2029	£800,000	834,638	0.40
Heathrow Funding 4.625% 2046	£300,000	374,003	0.18
Heathrow Funding 5.875% 2043	£600,000	831,719	0.40
HSBC 6% 2040	£500,000	654,258	0.32
HSBC 7% 2038	£400,000	566,124	0.27
Imperial Brands Finance 5.5% 2026	£600,000	671,562	0.32
Innogy Finance 6.125% 2039	£300,000	434,879	0.21
Innogy Finance 6.25% 2030	£500,000	645,141	0.31
Orange 3.25% 2032	£400,000	429,749	0.21
Phoenix 5.625% 2031	£500,000	567,234	0.27
Prudential 5.625% 2051	£300,000	334,160	0.16
Rabobank 4.625% 2029	£700,000	786,313	0.38
Royal Bank of Scotland 3.622% 2030	£400,000	409,955	0.20
Thames Water Utilities Cayman Finance 5.5% 2041	£300,000	417,628	0.20
Thames Water Utilities Finance 5.125% 2037	£600,000	778,389	0.38
Verizon Communications 3.375% 2036	£1,000,000	1,084,828	0.52

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
Volkswen Financial Services 4.25% 2025	£400,000	428,842	0.21
Wells Fargo 2% 2025	£900,000	897,272	0.43
Wells Fargo 2.5% 2029	£600,000	602,076	0.29
Western Power Distribution 5.75% 2032	£300,000	386,850	0.19
		27,729,199	13.40
Below BBB to unrated 0.76% (nil)			
Lloyds Banking 2.707% 2035	£700,000	672,177	0.32
NGG Finance 5.625% 2073	£400,000	426,872	0.21
Tesco Property Finance 4 5.8006% 2040	£189,738	237,886	0.12
Tesco Property Finance 7.6227% 2039	£163,995	229,553	0.11
		1,566,488	0.76
Total Fixed interest securities		109,576,779	52.95
Equities 25.26% (nil)			
Aerospace and Defense 0.42% (nil)			
Airbus	2,584	239,533	0.11
Raytheon Technologies	9,390	632,725	0.31
		872,258	0.42
Automobiles and Parts 0.47% (nil)			
Daimler	5,663	328,153	0.16
Genuine Parts	3,112	302,633	0.15
Tesla Motors	534	337,037	0.16
		967,823	0.47
Banks 2.00% (nil)			
Barclays	324,365	639,972	0.31
BNP Paribas	9,254	481,538	0.23
CaixaBank	181,458	429,057	0.21
HSBC	251,249	1,326,595	0.64
JPMorgan Chase & Co	6,111	668,453	0.32
Lloyds Banking	1,166,785	596,227	0.29
		4,141,842	2.00

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Chemicals 0.46% (nil)			
Air Liquide	3,276	411,962	0.20
BASF	9,686	545,064	0.26
		957,026	0.46
Construction and Materials 0.31% (nil)			
CRH	10,111	375,027	0.18
Rockwool International class 'B' shares	927	259,380	0.13
		634,407	0.31
Consumer Discretionary 2.10% (nil)			
Adidas	1,360	271,864	0.13
L'Oréal	1,279	398,736	0.19
LVMH Moët Hennessy	1,281	757,338	0.37
Procter & Gamble	4,305	515,450	0.25
Reckitt Benckiser	10,898	653,117	0.32
Unilever	45,920	1,738,990	0.84
		4,335,495	2.10
Electronic and Electrical Equipment 0.36% (nil)			
Prysmian	11,499	282,903	0.14
Schneider Electric	3,660	454,156	0.22
		737,059	0.36
Energy 1.81% (nil)			
BP	240,156	926,642	0.45
Shell	94,013	1,776,281	0.86
Total	11,200	469,503	0.22
Williams	26,132	577,657	0.28
		3,750,083	1.81
Financial Services 1.23% (nil)			
Berkshire Hathaway 'B'	2,161	504,782	0.24
Bruxelles Lambert	6,066	477,462	0.23
Globe Life Inc	4,668	355,393	0.17
Investor AB	30,397	506,357	0.25
Prudential	56,669	699,295	0.34
		2,543,289	1.23

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Food, Beverage and Tobacco 1.86% (nil)			
British American Tobacco	31,435	995,704	0.48
Diageo	47,781	1,788,204	0.86
Nestlé	11,340	1,075,393	0.52
		<hr/> 3,859,301	<hr/> 1.86
Health Care 0.75% (nil)			
Abbott Laboratories	4,846	453,110	0.22
Avantor	10,143	274,612	0.13
IQVIA	1,627	289,775	0.14
UnitedHealth	1,559	542,300	0.26
		<hr/> 1,559,797	<hr/> 0.75
Industrial Goods and Services 2.25% (nil)			
Adyen	219	318,754	0.15
American Express	3,678	485,818	0.24
Ashtead	14,592	773,376	0.37
Bollore	76,782	300,582	0.15
Experian	21,974	671,306	0.32
Ferguson	5,422	629,223	0.30
London Stock Exchange	5,842	408,356	0.20
Siemens	3,420	397,325	0.19
Square	2,443	201,214	0.10
Visa	2,762	469,729	0.23
		<hr/> 4,655,683	<hr/> 2.25
Insurance 0.45% (nil)			
Allianz	2,749	518,856	0.25
WR Berkley	6,515	411,489	0.20
		<hr/> 930,345	<hr/> 0.45
Media 0.69% (nil)			
Comcast class 'A' shares	9,822	364,185	0.18
RELX	47,024	1,060,391	0.51
		<hr/> 1,424,576	<hr/> 0.69

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Precious Metals and Mining 0.86% (nil)			
Anglo American	18,449	605,773	0.29
Glencore	134,909	524,796	0.25
Rio Tinto	12,630	662,065	0.32
		1,792,634	0.86
Pharmaceuticals and Biotechnology 2.76% (nil)			
AstraZeneca	21,173	1,831,676	0.88
GlaxoSmithKline	71,597	1,183,069	0.57
Johnson & Johnson	5,099	653,314	0.32
Novartis	10,380	660,742	0.32
Novo Nordisk 'B'	8,241	598,459	0.29
Roche Holding	2,721	784,632	0.38
		5,711,892	2.76
Real Estate 0.47% (nil)			
Swiss Prime Site	6,424	464,135	0.22
VICI Properties	24,478	515,346	0.25
		979,481	0.47
Retailers 1.16% (nil)			
Amazon	421	904,082	0.44
Costco Wholesale	1,055	387,447	0.19
Next	9,141	683,016	0.33
Ross Stores	5,895	421,103	0.20
		2,395,648	1.16
Technology 3.26% (nil)			
Alphabet class 'A' shares	468	930,442	0.45
Apple	10,540	1,339,124	0.65
Applied Materials	2,933	289,690	0.14
ASML	1,494	725,170	0.35
Broadcom	739	308,799	0.15
Facebook	2,128	478,737	0.23
Microsoft	6,869	1,578,937	0.76

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Technology (continued)			
Nvidia	2,173	370,272	0.18
Prosus	5,097	307,152	0.15
SAP	4,583	413,313	0.20
		6,741,636	3.26
Telecommunication 0.47% (nil)			
Deutsche Telekom	23,805	331,379	0.16
Vodafone	489,847	646,108	0.31
		977,487	0.47
Travel and Leisure 0.38% (nil)			
Compass	47,248	781,954	0.38
		781,954	0.38
Utilities 0.74% (nil)			
Enel	60,799	344,819	0.16
National Grid	67,936	738,600	0.36
UGI	13,475	451,982	0.22
		1,535,401	0.74
Total Equities			
		52,285,117	25.26
Collective Investment Schemes 10.22% (93.25%)			
iShares Core £ Corporate Bond UCITS ETF*	20,504	2,998,300	1.45
iShares Global High Yield Bond UCITS ETF USD*	204,423	14,162,426	6.84
Santander Sterling Corporate Bond Fund I Acc**	1,865,965	3,328,881	1.61
Santander Sterling Government Bond Fund I Inc**	415,447	665,961	0.32
		21,155,568	10.22

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Futures 0.03% (-0.01%)			
FTSE 100 Index Mar'22	11	(2,015)	0.00
GBP/EURO Mar '22	(11)	4,782	0.00
GBP/USD Mar '22	(12)	444	0.00
Long Gilt Mar'22	(81)	75,640	0.04
MSCI Europe Mar'22	(71)	18,978	0.01
S&P 500 Emini Mar'22	5	(44,203)	(0.02)
		53,626	0.03
Forward currency trades nil (0.02%)			
Portfolio of Investments		183,071,090	88.46
Net other assets		23,876,569	11.54
Total net assets		206,947,659	100.00

Figures in brackets represent sector distribution at 31 July 2021.

All fixed interest securities and Collective Investment Scheme 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.

Futures securities are derivative instruments listed on official stock 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 31 January 2022*

R Accumulation Shares*				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	16,006,723	16,882,223	13,319,840	1,448,050
Closing number of shares	8,611,690	8,866,728	7,269,807	799,243
Net asset value per shares (p)	185.87	190.40	183.22	181.18
Prices				
Highest share price (p)	193.2	190.7	185.7	181.7
Lowest share price (p)	185.4	181.3	164.3	166.8
X Accumulation Shares*				
Other information	31.01.2022	31.07.2021	31.07.2020	01.08.2019 to 01.02.2020
Closing net asset value (£)	n/a	n/a	n/a	10,994,111
Closing number of shares	n/a	n/a	n/a	5,943,063
Net asset value per shares (p)	n/a	n/a	n/a	184.99
Prices				
Highest share price (p)	n/a	n/a	n/a	185.6
Lowest share price (p)	n/a	n/a	n/a	180.3
S Accumulation Shares				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	190,940,936	195,404,280	152,945,184	135,999,657
Closing number of shares	106,664,993	106,589,282	86,739,417	78,058,504
Net asset value per shares (p)	179.01	183.32	176.33	174.23
Prices				
Highest share price (p)	186.0	183.6	178.7	174.7
Lowest share price (p)	178.6	174.5	158.1	160.4

* On 2 September 2019, the Retail Accumulation share class changed its name to R Accumulation Shares. The X Accumulation share class merged with the R Accumulation share class on 1 February 2020.

Statistical information (continued)

for the six months ended 31 January 2022

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 depository, 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 31.01.2022	Year to 31.07.2021
R Accumulation Shares		
Manager's periodic charge	0.55%	0.55%
Synthetic OCF	0.04%	0.18%
Other expenses	0.04%	0.03%
Ongoing charges figure*	0.63%	0.76%
S Accumulation Shares		
Manager's periodic charge	0.50%	0.50%
Synthetic OCF	0.04%	0.18%
Other expenses	0.04%	0.03%
Ongoing charges figure*	0.58%	0.71%

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

Financial Statements - Santander Max 30% Shares Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Income				
Net capital (losses)/gains		(6,403,684)		3,512,570
Revenue	1,998,384		1,421,533	
Expenses	(570,915)		(471,933)	
Interest payable and similar charges	(1,153)		–	
Net revenue before taxation	1,426,316		949,600	
Taxation	(723)		–	
Net revenue after taxation		1,425,593		949,600
Total return before distributions		(4,978,091)		4,462,170
Gross distributions		(1,929,250)		(1,421,558)
Change in net assets attributable to shareholders from investment activities		(6,907,341)		3,040,612

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

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Opening net assets attributable to shareholders		212,286,503*		166,265,024
Amounts receivable on issue of shares	2,613,085		20,414,520	
Amounts payable on cancellation of shares	(2,968,907)		(782,550)	
		(355,822)		19,631,970
Dilution adjustment		(702)		8,752
Change in net assets attributable to shareholders from investment activities		(6,907,341)		3,040,612
Retained distributions on accumulation shares		1,925,021		1,515,161
Closing net assets attributable to shareholders		206,947,659		190,461,519*

* 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 31 January 2022*

	31 January 2022	31 July 2021
	£	£
Assets:		
Fixed assets:		
Investments	183,117,308	198,128,819
Current assets:		
Debtors	51,996,635	357,194
Cash and bank balances	22,996,889	16,143,951
Total assets	<u>258,110,832</u>	<u>214,629,964</u>
Liabilities:		
Investment liabilities	(46,218)	(49,099)
Creditors		
Bank overdrafts	(2,875,608)	(2,180,887)
Other creditors	(48,241,347)	(113,475)
Total liabilities	<u>(51,163,173)</u>	<u>(2,343,461)</u>
Net assets attributable to shareholders	<u>206,947,659</u>	<u>212,286,503</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 July 2021 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 July 2021 and are described in those financial statements.

Post Balance Sheet EventsRussia/Ukraine conflict

Following the year end, volatility has been observed in global capital markets due to the ongoing geopolitical situation in Europe. A number of multinational companies have ceased operations in Russia and this coupled with rising energy prices may adversely impact the global economy. It is difficult to quantify the longer term impacts of these events but the value of assets may be adversely impacted.

Distribution tables (unaudited)
for the six months ended 31 January 2022

Gross distributions on R Accumulation Shares in pence per share

	Payment date	Payment type	Gross revenue	Equalisation	Gross distributions payable 2022	Gross distributions paid 2021
Group 1	31.03.2022	interim	1.7226	–	1.7226	1.4948
Group 2	31.03.2022	interim	0.9562	0.7664	1.7226	1.4948

Gross distributions on S Income Shares in pence per share

	Payment date	Payment type	Gross revenue	Equalisation	Gross distributions payable 2022	Gross distributions paid 2021
Group 1	31.03.2022	interim	1.6657	–	1.6657	1.4388
Group 2	31.03.2022	interim	1.0047	0.6610	1.6657	1.4388

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 30% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(unaudited)

Investment commentary

Investment objective

The Fund's objective is to provide an income, with the 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 3% per annum, although this is not guaranteed.

Investment Policy

The Fund is actively managed (by the ACD and the appointed Sub-Investment Managers) and aims to achieve its objectives by investing between 60% and 90% in bonds issued by companies, governments, government bodies and supranationals. It is expected that the Fund will ordinarily invest between 65% and 80% in bonds, and of this holding at least 80% will be in investment grade bonds.

The Fund will also invest between 10% and 30% in shares in companies listed at the time of purchase, including Real Estate Investment Trusts (a type of property investment company) and other investment trusts.

Up to 10% of the Fund may be invested in cash, cash like and other money market instruments.

Although the Fund can invest globally, it is expected that at least 75% of the Fund will be invested in bonds denominated in, or Hedged to, GBP and shares issued by UK companies (i.e. companies whose shares are listed in the UK as at the time of purchase, and which may also be domiciled, incorporated or conduct a significant part of their business in the UK). No more than 15% of the Fund will be invested in non-developed markets. The Fund's investment in bonds can include bonds which:

- are "non-standard". 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 a basket of debt, for example mortgages); and/or
- have a relatively low credit rating, or are unrated, at the time of purchase.

With regard to asset backed and mortgage backed securities, the Fund's exposure will be limited to 6%.

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.

Santander Max 30% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Investment policy (continued)

The Fund is managed with reference to the following composite Constraint Benchmark: 50% Markit iBoxx £ Non Gilt Index TR, 25% FTSE Actuaries UK Conventional Gilts All Stocks Index TR, 20% FTSE All Share Index TR and 5% Sterling Overnight Index Average (SONIA).

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, 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 base currency of the Fund is UK Sterling.

Investment Strategy and Process

The ACD's investment philosophy is that the Fund's investment objectives can be achieved from a consistent process using skilled investment managers focused on long term investment views.

The ACD will appoint Sub-Investment Managers to provide investment management services in relation to specified allocations of the assets of the Fund based on their asset class expertise. The proportion of the Fund's assets under the management of each of the ACD and Sub-Investment Managers (each such portion of the Fund a "Mandate") will be determined by the ACD through its assessment of investment analysis and research in relation to market outlook.

The Fund is actively managed. This means that the ACD and, subject to the investment guidelines agreed with the ACD, each Sub-Investment Manager, will use its expertise and discretion to select assets for its respective Mandate according to its investment views and opportunities identified as market and economic conditions change. However each Mandate will be managed with reference to an Index which is part of the Fund's Constraint Benchmark and which is relevant to that Mandate. For example, the Mandate allocated to gilts (a type of bond) will be managed with reference to the FTSE Actuaries UK Conventional Gilts All Stocks Index TR.

This means that the ACD or Sub-Investment Manager (as applicable) will consider the composition of the relevant Index as part of its investment process. Other than one Mandate which represents no more than 10% of the Fund, each Mandate is subject to:

- a Tracking Error, and may also be subject to other risk management measures, which will limit the degree to which its composition is permitted to deviate from the assets which make up its relevant Index; and
- a performance or outperformance target relevant to its Index. However it is not the objective of the Fund as a whole to outperform the Constraint Benchmark.

Santander Max 30% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Investment Strategy and Process (continued)

Although the ACD and each Sub-Investment Manager may have a different investment style or bias, each Mandate will be managed in such a way as to ensure that the aim of the Fund as a whole is to meet its investment objectives. The ACD will ensure that it and the Sub-Investment Managers use assets relevant to their Mandate which collectively will ensure the appropriate mix of assets for the Fund with the aim of meeting the Fund's objectives during market cycles and economic events. In practice this means that each Mandate, through the discretion of the ACD or Sub-Investment Manager (as relevant), will focus on investments which are intended to deliver income. An assessment will be completed by the ACD or each Sub-Investment Manager on investment opportunities before investment decisions are made on their respective Mandates.

Derivative strategies will be used to help deliver income for the Fund. It is expected that Derivatives will be used by the Fund regularly for Efficient Portfolio Management and less frequently for Investment Purposes.

The ACD has in place an internal analysis and due diligence process to select and monitor the management of each Mandate, and it can change the management of a Mandate, or the Mandate itself, at its discretion when it believes that this is in the best interests of Shareholders in the Fund.

The discretion the ACD and each Sub-Investment Manager has means that, subject to Tracking Error and any other risk management measures, they will use their expertise to select assets and do not have to invest in the same assets that make up the relevant Index, or in the same amounts, and it is possible that each Mandate may hold significantly fewer assets than those which make up the relevant Index. This means that the construction of each Mandate may diverge from its relevant Index and the ACD or any Sub-Investment Manager retains discretion, within the limits described above, regarding the selection and weighting of assets. The Fund as a whole may, therefore, diverge from the Constraint Benchmark, and may hold significantly fewer assets than those which make up the Constraint Benchmark.

Further information

The Constraint Benchmark for the Fund has been selected as it is representative of the types of assets the Fund may invest in.

The Indices which together make up the composite Constraint Benchmark are provided by IHS Markit Benchmark Administration Limited, FTSE International Limited and The Bank of England respectively. As at the date of the Prospectus, IHS Markit Benchmark Administration Limited and FTSE International 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).

The Fund has a Risk Category of Lower in accordance with Santander UK plc's Risk Categorisation Process. Please see the General Information and Glossary of Terms at the start of Appendix 1 in the prospectus for more details.

The ACD aims to pay the Fund's income in equal distributions over the course of each accounting year, and will set the amount of each instalment at the start of the Fund's accounting year. The final distribution of the year will be a balancing payment which may be higher or lower than the preceding distributions. There is no guarantee that the Fund will achieve its income target, or that the distributions will not change throughout the year.

Santander Max 30% Shares Income Portfolio
Interim Report and Financial Statements for the six months ended 31 January 2022
(continued)

Investment commentary (continued)

Investment Manager

Santander Asset Management UK Limited

Sub-Investment Managers

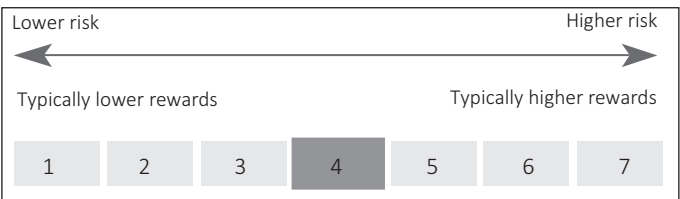
BlackRock Investment Management (UK) Limited

Schroder Investment Management Limited

Risk Profile

The main risks within the portfolio relate to changes in the prices of securities held. Other risks include risks of adverse effects from changes in interest rates, foreign exchange and stock market fluctuations. 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.

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 30% Shares Income Portfolio
Interim Report and Financial Statements for the six months ended 31 January 2022
(continued)

Investment commentary (continued)

Performance

Percentage price change from 30 July 2021 to 31 January 2022	
Santander Max 30% Shares Income Portfolio R Income Shares	-3.43%
Santander Max 30% Shares Income Portfolio S Income Shares	-3.43%
50% Markit iBoxx £ Non Gilt Index TR, 25% FTSE Actuaries UK Conventional Gilts All Stocks Index TR, 20% FTSE All Share Index TR and 5% Sterling Overnight Index Average (SONIA)*	-2.76%
Percentage price change from 31 January 2017 to 31 January 2022	
Santander Max 30% Shares Income Portfolio R Income Shares	15.50%
Santander Max 30% Shares Income Portfolio S Income Shares	15.91%
50% Markit iBoxx £ Non Gilt Index TR, 25% FTSE Actuaries UK Conventional Gilts All Stocks Index TR, 20% FTSE All Share Index TR and 5% Sterling Overnight Index Average (SONIA)*	15.54%

Source Morningstar - NAV at noon, bid to bid, net of fees, revenue reinvested.

Market index returns are based on daily index valuations as at close-of-business of the relevant market. Source Factset.

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 Benchmark was reclassified from Target to Constraint on 13 November 2020. From this date, the Fund is no longer aiming to outperform the Benchmark. The LIBOR component of the composite Benchmark was changed to Sterling Overnight Index Average (SONIA) from 22 December 2021. Any performance after this date will be shown against the updated Benchmark.

Santander Max 30% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

Market Review

Over the 6 months to 31 January 2022, financial markets performed positively as a result of central bank policies and good corporate earnings. Major indices showed positive earnings with the S&P 500, Euro Stoxx 50 and FTSE 100 rising through the end of the year and early January.¹

Since the COVID-19 pandemic began, income investors have been faced with a prolonged period of reduced income amidst a challenging backdrop where companies have either cancelled or lowered their dividends. However, investors started seeing the first real signs of dividend recovery towards the end of last year, led by the shares of mining and energy companies.² Around the end of November 2021, the Omicron variant posed a threat to investor confidence but as the year concluded and cases started declining investor sentiment did not seem to be negatively affected.

In terms of bonds, we believe indices declined as a result of higher inflation. In both corporate and government debt, yields rose which in turn brought prices down as investors demanded higher return in the face of higher inflation.

Economic indicators were mainly positive by measure of manufacturing, retail sales and business confidence.³ However, this meant we also saw inflation increase which we believe led to some investor nervousness. At the end of 2021, the Federal Reserve's preferred measure of inflation (the Consumer Price Index) showed an increase of 7.00%⁴ which highlighted some vulnerabilities in the markets. As a result, investors started re-assessing the long-term economic impact of this inflation as well as possible interest rate hikes from central banks to tame it.

In terms of shares, much of the positive performance was driven by developed economies, while Asia Pacific and emerging economies underperformed as the year came to an end.⁵ From a regional perspective, we believe performance was led by the US, followed by Europe and the UK. Japan, the broad Asia Pacific region, and the emerging economies all saw a small negative return in local currency terms. China's stock market was the worst performer among major markets.⁶

Performance Review and Investment Activity (Reporting Period)

Based on forecasted dividends and market conditions over the 6 months to 31 January 2022, our expectation is that the Fund is likely to deliver an income below its 3.00% annual target. For this reason, we set a projected income (not guaranteed) of 2.25% which we are on track to achieve.

Over the last 6 months to 31 January 2022 from a capital growth perspective, the R Income Share Class delivered a return of -3.43% and the S Income Share Class delivered a return of -3.43%, compared to the Constraint Benchmark which delivered a -2.76% return. Performance was driven by holding a larger position in shares than we would normally hold if we expected a neutral market (expectation that investments have an equal chance of going up or down). This extra allocation to shares had come at the expense of fixed income assets as we anticipated a challenging period for bonds ahead. Within the fixed income space, we reduced the Fund's duration (sensitivity to interest rate changes) by lowering its allocation to UK Government bonds.

¹ Sourced from TradingView

² Simpson Financial Services, Positive signs of a global dividend recovery to wrap up 2021, <https://www.simpsonfs.co.uk/simpsons-blog/positive-signs-of-a-global-dividend-recovery-to-wrap-up-2021.html>

³ Trading Economics, <https://tradingeconomics.com/indicators>

⁴ Trading Economics, United States Inflation Rate, <https://tradingeconomics.com/united-states/inflation-cpi>

⁵ Sourced from TradingView

⁶ Sourced from TradingView

Santander Max 30% Shares Income Portfolio

Interim Report and Financial Statements for the six months ended 31 January 2022

(continued)

Investment commentary (continued)

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

The asset allocation decision to hold larger positions in shares, specifically those in higher dividend paying regions like the UK and Europe, is contributing to the Fund continuing to achieve its projected income. Although bonds were reduced, allocations to high yield (typically bonds with higher interest rates than investment grade bonds due to a higher risk of default) were maintained due to its higher levels of income. However, given market conditions over the period these contributions have not been enough to revise the Fund's projected income in line with its target income (as per the Prospectus).

Performance Review and Investment Activity (Last 5 years)

In addition to providing an annual income, the Fund will potentially seek to deliver capital growth over the longer term.

Over the last 5 years to 31 January 2022, the R Income Share Class delivered cumulative a return of 15.50% and the S Income delivered a cumulative return of 15.91%, whereas the Constraint Benchmark delivered a cumulative 15.54% return. Performance was driven by the Fund being overweight (holding more exposure than the Constraint Benchmark) in shares, however, tactical allocations remained dynamic as we managed portfolio risk through episodes of increased volatility and other significant market events such as the US Presidential Elections and the COVID-19 pandemic.

The Fund continues to collect much of its dividends from a home bias towards the UK corporate bond and UK stock markets, however, we diversify this with allocations in global high yield.

Market Outlook

While it remains unknown when the COVID-19 pandemic will come to an end, we maintain a cautious outlook for stock markets and economies within an environment of rising inflation across major economies. Vaccination rates around the world are high and many countries are rolling out booster jabs in large numbers. There is evidence that vaccines are increasing in effectiveness against the virus. In addition, governments are increasingly prepared for unexpected twists and turns in the pandemic. As 2021 ended, we saw good levels of economic activity and the continued rollout of vaccines. However, much of the world remains at pre-COVID-19 economic activity and with increased liabilities, particularly in the public sector.

In addition to this, there are rising risks to the growth rates seen during the COVID-19 pandemic recovery coming from the increasing levels of inflation. We remain vigilant and continue to monitor data on inflation and especially how central banks react to these and the impact on financial markets. Given this environment, where growth has been fuelled by low interest rates and is highly sensitive to inflation levels, we foresee continued challenges to income strategies and increasing yield levels back to pre-2020 levels. While we might see an increase on yield generated by fixed income assets, this would likely come at the expense of lower growth rates that would have an impact on dividend recovery. However, a lot of progress has been made already and yields have increased since the cuts to dividend payments seen in 2020.

Multi Asset Solutions Team

For and on behalf of Santander Asset Management UK Limited

March 2022

Summary of material portfolio changes (unaudited)*for the six months ended 31 January 2022*

Purchases	Cost £	Sales	Proceeds £
UK Treasury 4.25% 2032	2,670,697	UK Treasury 4.25% 2032	2,509,087
UK Treasury 0.25% 2031	2,419,777	Invesco S&P 500 ETF	1,754,947
UK Treasury 0.875% 2033	1,026,736	UK Treasury 0.25% 2031	1,037,930
UK Treasury 0.125% 2026	980,170	UK Treasury 0.125% 2026	958,995
UK Treasury 0.25% 2025	886,629	UK Treasury 0.625% 2035	784,948
UK Treasury 1.125% 2039	853,224	UK Treasury 0.625% 2050	712,920
UK Treasury 3.25% 2044	850,109	UK Treasury 0.875% 2033	632,214
UK Treasury 1% 2032	709,350	UK Treasury 1.25% 2041	617,853
UK Treasury 4.25% 2040	674,681	UK Treasury 3.25% 2044	582,628
UK Treasury 0.875% 2046	606,054	BHP Group	510,225
UK Treasury 0.625% 2050	595,787	UK Treasury 0.25% 2025	501,468
UK Treasury 1.25% 2041	524,843	UK Treasury 4.25% 2040	491,914
UK Treasury 0.125% 2024	490,790	UK Treasury 1% 2032	434,895
DNB Bank 1.375% 2025	422,655	UK Treasury 0.375% 2030	428,374
UK Treasury 0.125% 2051	393,676	UK Treasury 1.625% 2071	415,295
UK Treasury 1.5% 2053	390,048	Portugal Republic 0.3% 2031	385,970
UK Treasury 4.5% 2042	349,865	UK Treasury 0.125% 2023	377,460
UK Treasury 0.125% 2023	335,665	UK Treasury 4.25% 2039	355,465
Santander UK Group Holdings 2.421% 2029*	325,242	UK Treasury 0.875% 2046	332,992
Banco Santander 2.25% 2032*	298,614	UK Treasury 4.50% 2042	315,562
Total cost of purchases for the period	<u>29,246,998</u>	Total proceeds from sales for the period	<u>25,582,906</u>

* Related party to the Fund.

Portfolio statement (unaudited)*as at 31 January 2022*

	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Investment			
Fixed Interest Securities 72.51% (70.57%)			
AAA to AA 26.81% (25.05%)			
Austria 2.1% 2117	€55,000	67,638	0.10
Bpifrance Financement 0.75% 2022	£100,000	99,927	0.15
Caisse 1.125% 2024	£100,000	99,352	0.15
Dexia Credit 0% 2028	€100,000	81,730	0.12
Dexia Credit 0.25% 2024	£100,000	96,667	0.15
Dexia Credit 0.25% 2026	£100,000	94,227	0.14
Dexia Credit Local 1.125% 2022	£100,000	100,118	0.15
European Investment Bank 0.75% 2023	£600,000	596,490	0.90
European Investment Bank 4.5% 2044	£103,000	156,931	0.24
European Investment Bank 4.625% 2054	£80,000	139,859	0.21
Inter-American Development Bank 1.25% 2025	£100,000	99,581	0.15
International Development Association 0.375% 2027	£45,000	42,555	0.06
International Development Association 0.75% 2024	£30,000	29,491	0.04
Juturna 5.0636% 2033	£75,111	88,619	0.13
KFW 1.125% 2025	£53,000	52,650	0.08
Land Securities Capital Markets 2.399% 2031	£100,000	101,928	0.15
LCR Finance 4.5% 2028	£10,000	11,975	0.02
Nederlandse Waterschapsbank 0.25% 2025	£100,000	95,663	0.14
New York Life Global Funding 1.5% 2027	£130,000	127,815	0.19
Nrw Bank 0.5% 2026	£200,000	191,022	0.29
Reseau Ferre De France 4.83% 2060	£50,000	84,907	0.13
Telereal Securitisation 5.3887% 2033	£22,800	26,740	0.04
The Wellcome Trust 2.517% 2118	£100,000	111,774	0.17
UK Treasury 0.125% 2024	£798,000	784,171	1.18
UK Treasury 0.125% 2026	£54,000	52,112	0.08
UK Treasury 0.125% 2026	£356,000	343,554	0.52
UK Treasury 0.125% 2023	£533,000	528,859	0.80
UK Treasury 0.125% 2028	£417,000	393,448	0.59
UK Treasury 0.25% 2025	£384,000	375,141	0.56
UK Treasury 0.25% 2031	£1,773,000	1,612,189	2.43
UK Treasury 0.375% 2026	£65,000	62,855	0.09
UK Treasury 0.375% 2030	£41,000	38,172	0.06
UK Treasury 0.5% 2061	£250,000	191,255	0.29
UK Treasury 0.625% 2025	£168,000	165,981	0.25
UK Treasury 0.625% 2035	£474,000	427,685	0.64
UK Treasury 0.625% 2050	£739,000	603,689	0.91

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
AAA to AA (continued)			
UK Treasury 0.875% 2046	£184,000	162,016	0.24
UK Treasury 0.875% 2046	£263,000	231,577	0.35
UK Treasury 0.875% 2033	£385,000	367,121	0.55
UK Treasury 1% 2024	£112,000	112,062	0.17
UK Treasury 1% 2032	£260,000	252,330	0.38
UK Treasury 1.125% 2039	£1,062,000	1,008,326	1.52
UK Treasury 1.25% 2041	£1,123,000	1,080,461	1.63
UK Treasury 1.25% 2051	£377,000	360,887	0.54
UK Treasury 1.5% 2047	£178,000	179,867	0.27
UK Treasury 1.5% 2053	£358,000	369,624	0.56
UK Treasury 1.625% 2028	£370,000	382,395	0.58
UK Treasury 1.625% 2054	£188,000	199,863	0.30
UK Treasury 1.625% 2071	£132,000	154,848	0.23
UK Treasury 1.75% 2037	£798,000	832,793	1.25
UK Treasury 1.75% 2049	£287,000	307,434	0.46
UK Treasury 1.75% 2057	£239,000	266,872	0.40
UK Treasury 2.25% 2023	£168,000	171,427	0.26
UK Treasury 2.5% 2065	£105,000	149,297	0.23
UK Treasury 3.25% 2044	£199,000	265,376	0.40
UK Treasury 3.5% 2045	£74,000	103,273	0.16
UK Treasury 3.5% 2068	£90,000	161,844	0.24
UK Treasury 3.75% 2052	£105,000	165,625	0.25
UK Treasury 4% 2060	£140,000	253,441	0.38
UK Treasury 4.25% 2036	£141,000	192,644	0.29
UK Treasury 4.25% 2032	£227,000	291,781	0.44
UK Treasury 4.25% 2039	£98,000	141,080	0.21
UK Treasury 4.25% 2027	£53,000	62,451	0.09
UK Treasury 4.25% 2040	£180,000	263,153	0.40
UK Treasury 4.25% 2046	£160,000	252,742	0.38
UK Treasury 4.25% 2049	£67,000	110,320	0.17
UK Treasury 4.25% 2055	£80,000	142,265	0.21
UK Treasury 4.5% 2034	£105,000	142,974	0.22
UK Treasury 4.5% 2042	£161,000	249,246	0.38
UK Treasury 6% 2028	£78,000	103,011	0.16
Walmart 5.625% 2034	£100,000	139,002	0.21
		17,806,198	26.81

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
AA- to A+ 2.69% (5.09%)			
Bqe Federative Du Cred.Mutuel 0.875% 2027	£100,000	93,707	0.14
Bqe Federative Du Cred.Mutuel 1.25% 2025	£300,000	292,285	0.44
Bqe Federative Du Cred.Mutuel 1.875% 2028	£100,000	98,154	0.15
DNB Bank 1.375% 2025	£425,000	419,773	0.63
Lvmh Moet Hennessy Vuitton Se 1.125% 2027	£200,000	193,984	0.29
Meadowhall Finance 4.986% 2037	£36,274	40,639	0.06
Metro Life 1.625% 2028	£160,000	156,611	0.24
Province of Ontario 0.25% 2026	£100,000	94,057	0.14
Procter & Gamble 0.9% 2041	€100,000	78,133	0.12
Siemens Financieringsmaatschappij 0.875% 2023	£100,000	99,260	0.15
Siemens Financieringsmaatschappij 1% 2025	£100,000	98,286	0.15
Transport For London 3.875% 2042	£100,000	121,048	0.18
		1,785,937	2.69
A to A- 8.93% (15.19%)			
Aegon 6.125% 2031	£45,000	60,424	0.09
Amgen 4% Bonds 2029	£100,000	112,630	0.17
Anglian Water Services Financing 4.5% 2026	£200,000	220,624	0.33
Banco Santander 2.75% 2023*	£200,000	202,966	0.31
Bank of America 1.667% 2029	£120,000	115,195	0.17
BNP Paribas 3.375% 2026	£340,000	355,093	0.53
Circle Anglia Social Housing 5.2% 2044	£100,000	146,807	0.22
Clarion Funding 1.875% 2035	£100,000	95,075	0.14
Clarion Funding 3.125% 2048	£100,000	113,550	0.17
Comcast 1.5% 2029	£115,000	111,052	0.17
Comcast 2.8% 2051	\$100,000	66,096	0.10
Cooperative 1.875% 2028	£200,000	196,500	0.30
Development Bank of Japan 1.25% 2025	£100,000	99,443	0.15
Diageo Finance 1.75% 2026	£100,000	100,681	0.15
Dignity Finance 3.5456% 2034	£107,150	115,956	0.18
Experian Finance 0.739% 2025	£140,000	134,620	0.20
GlaxoSmithkline Capital 5.25% 2033	£220,000	290,297	0.44
Guinness 4% 2044	£110,000	141,129	0.21
HSBC 1.75% 2027	£230,000	222,572	0.34
HSBC 2.256% 2026	£100,000	99,592	0.15
JPMorgan Chase & Co 0.991% 2026	£465,000	449,817	0.68
Legal & General Finance 5.875% 2031	£15,000	19,936	0.03
Lloyds Banking Group 1.75% 2024	£155,000	154,591	0.23

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
A to A- (continued)			
London & Quadrant Housing Trust 2% 2032	£145,000	142,323	0.21
London & Quadrant Housing Trust 2.25% 2029	£100,000	101,525	0.15
London & Quadrant Housing Trust 4.625% 2033	£100,000	124,749	0.19
London & Quadrant Housing Trust 5.5% 2040	£100,000	144,061	0.22
Medtronic Global 1.375% 2040	€100,000	79,171	0.12
Motability Operations Group 1.5% 2041	£100,000	86,583	0.13
Motability Operations Group 1.5% 2041	£100,000	95,818	0.14
Motability Operations Group 3.625% 2036	£100,000	115,889	0.17
Nordea Bank 1.625% 2032	£160,000	149,800	0.23
Northern Powergrid (Northeast) 1.875% 2062	£100,000	86,245	0.13
Northern Powergrid (Yorkshire) 2.25% 2059	£100,000	94,233	0.14
Reality Income 1.125% 2027	£200,000	190,060	0.29
Reality Income 1.875% 2027	£230,000	227,801	0.34
Sanctuary Capital 2.375% 2050	£100,000	100,637	0.15
T.H.F.C. 5.2% 2043	£100,000	145,022	0.22
Unite 3.374% 2028	£130,000	132,963	0.20
Unite 3.921% 2030	£140,000	148,907	0.22
Yorkshire Water Finance 1.75% 2032	£150,000	142,977	0.22
		5,933,410	8.93
BBB+ to BBB 24.46% (18.36%)			
America Movil 4.375% 2041	£100,000	120,204	0.18
AT&T 4.375% 2029	£100,000	113,231	0.17
AT&T 5.2% 2033	£180,000	221,820	0.33
AT&T 5.5% 2027	£200,000	232,034	0.35
Aviva 5.125% 2050	£100,000	111,318	0.17
Aviva 6.125% 2036	£120,000	136,563	0.21
Aviva 6.875% 2058	£50,000	72,103	0.11
AXA 5.453% Subordinated Perpetual Floating Rate Notes	£100,000	110,402	0.17
Axa 5.625% 2054	£100,000	116,966	0.18
AXA 6.6862% Guaranteed Perpetual Subordinated Floating Rate European Medium Term Bonds	£150,000	174,752	0.26
Banco Santander 2.25% 2032*	£300,000	286,500	0.43
Barclays 1.7% 2026	£200,000	195,802	0.30
Barclays 2.375% 2023	£210,000	211,130	0.32
Barclays 3% 2026	£265,000	271,094	0.41
Barclays 3.125% 2024	£100,000	102,155	0.15
B.A.T. International 2.25% 2028	£320,000	302,358	0.46

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
B.A.T. International 4% 2026	£190,000	200,204	0.30
B.A.T. International 6% 2034	£140,000	164,118	0.25
BHP Billiton Finance 6.5% 2077	£200,000	206,000	0.31
BNP Paribas 2% 2031	£400,000	386,000	0.58
BP Capital Markets 4.25% Perpetual Bonds	£110,000	111,178	0.17
Banque Populaire Caisse D'Epargne 2.125% 2046	€200,000	155,691	0.23
Banque Populaire Caisse D'Epargne 2.5% 2032	£200,000	194,000	0.29
Banque Populaire Caisse D'Epargne 5.25% 2029	£200,000	231,626	0.35
British Telecommunications 5.75% 2028	£170,000	197,277	0.30
Cadent Finance 2.125% 2028	£150,000	148,344	0.22
Cadent Finance 2.625% 2038	£100,000	96,333	0.15
Cadent Finance 3.125% 2040	£100,000	102,155	0.15
Centrica 7% 2033	£130,000	184,082	0.28
Channel Link Enterprises Finance 3.043% 2050	£100,000	98,155	0.15
Citigroup 2.75% 2024	£100,000	101,823	0.15
Citigroup 7.375% 2039	£50,000	84,373	0.13
Rabobank Nederland 4.625% 2029	£130,000	146,030	0.22
Rabobank Nederland 5.25% 2027	£100,000	113,287	0.17
Credit Suisse Group 2.125% 2025	£220,000	218,728	0.33
Credit Suisse Group 2.125% 2029	£255,000	244,581	0.37
Credit Suisse Group 2.25% 2028	£235,000	229,824	0.35
Digital Euro Finco 1.125% 2028	€100,000	83,031	0.13
Dwr Cymru 1.625% 2026	£100,000	99,112	0.15
Innogy Finance 6.25% 2030	£350,000	451,599	0.68
Innogy Finance 6.375% 2032	£61,000	82,571	0.12
Électricité de France 5.125% 2050	£50,000	67,319	0.10
Électricité de France 5.5% 2041	£100,000	131,974	0.20
Électricité de France 6% 2114	£100,000	149,085	0.22
Électricité de France 6.125% 2034	£50,000	66,010	0.10
Enel 5.75% 2037	£50,000	68,507	0.10
Enel Finance International 5.75% 2040	£50,000	70,860	0.11
Engie 5% 2060	£50,000	76,920	0.12
Ge Capital Uk Funding 5.875% 2033	£105,000	135,670	0.20
Goldman Sachs Group 1% 2025	£350,000	338,698	0.51
Goldman Sachs Group 1.5% 2027	£225,000	214,555	0.32
Goldman Sachs Group 3.102% 2033	\$365,000	273,054	0.41
Greene King Finance 3.593% 2035	£95,800	98,180	0.15
Heathrow Funding 2.75% 2031	£100,000	100,286	0.15

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
Heathrow Funding 4.625% 2046	£100,000	124,668	0.19
Heathrow Funding 6.45% 2031	£130,000	168,865	0.25
HSBC Bank 4.75% 2046	£105,000	133,532	0.20
HSBC Holdings 6% 2040	£50,000	65,426	0.10
Imperial Tobacco Finance 5.5% 2026	£100,000	111,927	0.17
Legal & General Group 5.125% 2048	£100,000	110,460	0.17
Legal & General Group 5.375% 2045	£300,000	326,403	0.49
Lloyds Tsb Bank 2.25% 2024	£100,000	100,642	0.15
Lloyds Tsb Bank 7.625% 2025	£145,000	168,845	0.25
Lloyds Tsb Bank 9.625% 2023	£105,000	114,347	0.17
M&G 5.625% 2051	£300,000	334,160	0.50
Mitchells & Butlers Finance 5.574% 2030	£56,495	62,482	0.09
Morgan Stanley 2.625% 2027	£100,000	101,948	0.15
National Grid Gas 1.625% 2043	£100,000	81,141	0.12
National Grid Electricity Transport 2% 2040	£200,000	182,377	0.28
NatWest Group 2.057% 2028	£160,000	158,346	0.24
Netflix 3.625% 2027	€190,000	177,971	0.27
Nie Finance 6.375% 2026	£100,000	118,899	0.18
Oracle 3.95% 2051	\$180,000	127,093	0.19
Orange 3.25% 2032	£200,000	214,874	0.32
Orange 8.125% 2028	£50,000	68,880	0.10
Orsted 2.5% 2033	£140,000	145,923	0.22
Prudential 6.125% 2031	£25,000	31,340	0.05
Quadgas Finance 3.375% 2029	£100,000	102,486	0.15
Santander UK Group Holdings 2.421% 2029*	£325,000	321,441	0.48
Santander UK Group Holdings 2.92% 2026*	£265,000	269,637	0.41
Severn Trent Utilities Finance 2% 2040	£100,000	93,272	0.14
Society Of Lloyds 4.875% 2047	£100,000	108,790	0.16
Southern Water Services Finance 1.625% 2027	£130,000	126,313	0.19
Southern Water Services Finance 6.64% 2026	£330,000	389,659	0.59
SP Manweb 4.875% 2027	£100,000	115,758	0.17
SSE 8.375% 2028	£70,000	95,682	0.14
Thames Water Utilities Finance 5.125% 2037	£150,000	194,597	0.29
United Utilities Water Finance 0.875% 2029	£105,000	96,989	0.15
Verizon Communications 1.125% 2035	€100,000	78,660	0.12
Verizon Communications 1.85% 2040	€100,000	84,003	0.13
Verizon Communications 1.875% 2030	£165,000	158,551	0.24
Volkswagen Financial Services 1.125% 2026	£200,000	190,687	0.29

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
BBB+ to BBB (continued)			
Volkswagen Financial Services 1.625% 2024	£100,000	99,459	0.15
Volkswagen Financial Services 2.75% 2023	£100,000	101,360	0.15
Volkswagen Financial Services 4.25% 2025	£200,000	214,421	0.32
Wells Fargo 2.5% 2029	£235,000	235,776	0.36
Welltower 4.8% 2028	£100,000	114,390	0.17
Western Power Distribution 3.625% 2023	£250,000	257,996	0.39
Western Power Distribution 3.875% 2024	£200,000	209,839	0.32
Western Power Distribution 5.75% 2032	£100,000	128,950	0.19
Yorkshire Water Finance 3.75% 2046	£320,000	324,400	0.49
		16,243,337	24.46
Below BBB to unrated 9.62% (6.88%)			
Anglian Water 2% 2028	£155,000	149,631	0.22
Annington Funding 3.685% 2034	£100,000	103,427	0.16
Barclays 3.75% 2030	£160,000	165,327	0.25
Bayer 3.125% 2079	£100,000	82,613	0.12
Belgium 0% 2031	£124,812	100,683	0.15
Bellis Acquisition Company 3.25% 2026	£300,000	278,088	0.42
Blend Funding 3.459% 2049	£200,000	236,456	0.36
Bupa Finance 1.75% 2027	£100,000	98,819	0.15
Bupa Finance 4.125% 2035	£100,000	104,940	0.16
Bupa Finance 5% 2026	£200,000	220,964	0.33
Cellnex Finance Company 1.25% 2029	£200,000	155,331	0.23
Deutsche Bank Ag 1.875% 2028	£100,000	94,955	0.14
Deutsche Bank Ag 2.625% 2024	£100,000	100,734	0.15
Deutsche Bank Ag 3.875% 2024	£100,000	103,141	0.15
Électricité de France 3.375% Perpetual Bonds	£200,000	161,935	0.24
Électricité de France 5.875% Perpetual Subordinated Floating Rate European Medium Term Notes	£100,000	103,375	0.16
Ford Motor Credit 4.535% 2025	£200,000	208,174	0.31
GKN Holdings 5.375% 2022	£100,000	102,046	0.15
Iberdrola International 1.874% Guaranteed Perpetual Fixed Rate Notes	£300,000	250,083	0.38
Iberdrola International 2.25% Guaranteed Perpetual Fixed Rate Notes	£100,000	82,945	0.12
Italy (Republic) 5.25% 2034	£50,000	64,578	0.10
Leeds Building Society 1.375% 2027	£195,000	187,465	0.28
Lloyds Bank 1.985% 2031	£165,000	159,225	0.24
Lloyds Bank 2.707% 2035	£140,000	134,435	0.20
Metrocentre Finance 8.75% 2028	£205,659	112,089	0.17

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Below BBB to unrated (continued)			
Mitchells & Butlers Finance 6.013% 2030	£68,558	73,441	0.11
NatWest Group 2.105% 2031	£240,000	231,283	0.35
NatWest Group 3.622% 2030	£200,000	204,978	0.31
NGG Finance 5.625% 2073	£230,000	245,451	0.37
Orange 5% Perpetual Floating Rate European Medium Term Notes	£110,000	105,374	0.16
Orbit Capital 3.375% 2048	£100,000	114,554	0.17
Republic of Portugal 1% 2052	£21,310	15,612	0.02
Telecom Italia 5.875% 2023	£50,000	51,808	0.08
Telefónica Emisiones 5.289% 2022	£50,000	51,669	0.08
Telefónica Emisiones 5.375% 2026	£121,000	136,587	0.21
Tesco Property Finance 5.801% 2040	£189,738	237,886	0.36
Tesco Property Finance 6.052% 2039	£78,756	98,566	0.15
Tesco Property Finance 7.623% 2039	£122,997	172,165	0.26
Thames Water Utilities Finance 2.875% 2027	£280,000	278,894	0.42
Thames Water Utilities Finance 5.75% 2030	£70,000	71,575	0.11
Time Warner Cable 5.75% 2031	£340,000	410,670	0.62
Tritax Big Box Reit 1.5% 2033	£100,000	90,860	0.14
Oxford University 2.544% 2117	£100,000	110,878	0.17
Virgin Money UK 4% 2026	£120,000	125,093	0.19
		6,388,803	9.62
Total Fixed interest securities			
		48,157,685	72.51
Equities 17.12% (18.07%)			
Aerospace & Defence 0.20% (0.23%)			
QinetiQ	48,731	130,404	0.20
		130,404	0.20
Banks 1.19% (0.92%)			
Barclays	44,589	87,974	0.13
Close Brothers	21,113	268,769	0.41
DNB Bank	17,624	307,118	0.46
Secure Trust Bank	9,480	125,136	0.19
		788,997	1.19

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Construction and Materials 0.33% (0.31%)			
Eurocell	46,556	108,010	0.16
Severfield	80,988	57,015	0.08
Tyman	15,467	57,228	0.09
		<hr/> 222,253	<hr/> 0.33
Electronic Components 0.65% (0.83%)			
Strix	83,498	195,385	0.29
XP Power	4,954	237,049	0.36
		<hr/> 432,434	<hr/> 0.65
Energy 1.26% (1.29%)			
Diversified Gas & Oil	203,056	214,833	0.32
Lundin Petroleum	18,308	547,241	0.82
Total	1,891	79,271	0.12
		<hr/> 841,345	<hr/> 1.26
Financial Services 1.70% (1.84%)			
3i	21,274	288,688	0.43
Hargreaves Lansdown	17,762	237,922	0.36
OSB	69,599	383,143	0.58
Polar Capital	34,778	216,319	0.33
		<hr/> 1,126,072	<hr/> 1.70
Food, Beverage and Tobacco 0.88% (1.16%)			
Associated British Foods	11,995	230,664	0.35
Cranswick	3,484	126,609	0.19
Hilton Food	22,492	227,169	0.34
		<hr/> 584,442	<hr/> 0.88
Household Goods and Home Construction 0.97% (1.56%)			
Berkeley	7,561	315,899	0.48
Headlam	23,298	101,812	0.15
Redrow	28,121	171,707	0.26
Watkin Jones	20,366	53,868	0.08
		<hr/> 643,286	<hr/> 0.97

Portfolio statement (continued)*as at 31 January 2022*

	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Investment			
Industrial Materials 0.27% (0.22%)			
Mondi	9,581	177,296	0.27
		177,296	0.27
Industrial Support Services 1.09% (0.66%)			
Bunzl	7,195	201,316	0.30
Electrocomponents	10,657	118,932	0.18
FDM	9,769	103,552	0.16
Somero Enterprises	30,774	163,102	0.25
Sthree	28,602	134,143	0.20
		721,045	1.09
Insurance 1.08% (1.09%)			
Admiral	3,647	115,391	0.18
Legal & General	173,807	498,305	0.75
Sabre Insurance	45,330	101,766	0.15
		715,462	1.08
Media 0.63% (0.69%)			
RELX	18,622	419,926	0.63
		419,926	0.63
Pharmaceuticals and Biotechnology 0.54% (0.57%)			
Bioventix	1,887	58,120	0.09
Roche Holding	1,040	299,896	0.45
		358,016	0.54
Precious Metals and Mining 1.46% (2.27%)			
Anglo American	11,307	371,265	0.56
Central Asia Metals	48,393	106,949	0.16
Rio Tinto	9,405	493,010	0.74
		971,224	1.46

Portfolio statement (continued)*as at 31 January 2022*

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Real Estate 0.93% (0.84%)			
LondonMetric Property	33,502	89,182	0.13
Sirius Real Estate	109,542	140,433	0.21
Supermarket Income REIT	47,438	56,689	0.09
Tritax Big Box Reit	75,422	179,806	0.27
Warehouse Reit	90,905	151,266	0.23
		617,376	0.93
Retailers 0.96% (0.51%)			
Dunelm	17,918	237,772	0.36
Kingfisher	19,114	63,038	0.09
Next	3,183	237,834	0.36
Vertu Motors	152,217	100,767	0.15
		639,411	0.96
Technology 0.63% (0.90%)			
Kainos	5,644	83,531	0.12
Softcat	20,752	336,598	0.51
		420,129	0.63
Telecommunications 0.10% (0.12%)			
Gamma Communications	4,181	64,638	0.10
		64,638	0.10
Tobacco nil (0.60%)		—	—
Travel and Leisure 1.01% (0.92%)			
Games Workshop	4,034	316,064	0.48
Unilever	9,301	352,229	0.53
		668,293	1.01
Utilities 1.24% (0.54%)			
Drax	43,622	262,386	0.39
National Grid	28,007	304,492	0.46
SSE	5,052	79,898	0.12
United Utilities	16,820	179,974	0.27
		826,750	1.24
Total Equities		11,368,799	17.12

Portfolio statement (continued)

as at 31 January 2022

Investment	Holding or nominal value of positions at 31 January	Market value £	Percentage of total net assets %
Collective Investment Schemes 5.69% (8.35%)			
Amundi Funds European Equity Target Income EUR	3,391	3,340,496	5.03
UBAM Global High Yield Solution IHD	4,357	441,820	0.66
		<hr/> 3,782,316	<hr/> 5.69
Futures 0.13% (0.01%)			
Euro Bobl Mar '22	(8)	10,474	0.02
Euro Bobl Mar '22	(1)	1,582	0.00
Euro Bobl Mar '22	(5)	17,925	0.03
Euor Buxl Bund Mar'22	(2)	22,729	0.03
ICE Sonia Dec'22	5	(5,850)	(0.01)
Long Gilt Mar'22	12	(7,813)	(0.01)
Long Gilt Mar'22	2	(3,970)	(0.01)
Short Euro-BTP Mar'22	4	(341)	0.00
Stoxx Europe 600 Mar'22	(72)	21,400	0.03
10 Yr US Note Mar'22	(7)	4,065	0.01
10 Yr US Note Mar'22	(2)	2,315	0.00
10 Yr US Ultra Mar'22	(3)	3,300	0.01
10 Yr US Ultra Mar'22	(13)	16,714	0.03
Us Ultra Bond Mar'22	(1)	3,054	0.00
		<hr/> 85,584	<hr/> 0.13

Written call options nil (0.00%)**Forward currency trades (0.02%) (0.02%)**

	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(losses)	
Buy EUR : Sell GBP	12/04/2022	25,029	(25,038)	(9)	0.00
Buy EUR : Sell GBP	12/04/2022	83,430	(83,811)	(381)	0.00
Buy GBP : Sell AUD	12/04/2022	10,567	(10,523)	44	0.00
Buy GBP : Sell AUD	12/04/2022	5,283	(5,262)	21	0.00
Buy GBP : Sell EUR	12/04/2022	92,043	(91,773)	270	0.00
Buy GBP : Sell EUR	12/04/2022	1,891,055	(1,885,522)	5,533	0.01
Buy GBP : Sell EUR	12/04/2022	8,362	(8,343)	19	0.00
Buy GBP : Sell EUR	12/04/2022	8,366	(8,343)	23	0.00
Buy GBP : Sell EUR	12/04/2022	8,374	(8,343)	31	0.00
Buy GBP : Sell EUR	12/04/2022	8,396	(8,343)	53	0.00
Buy GBP : Sell USD	12/04/2022	228,524	(231,362)	(2,838)	0.00
Buy GBP : Sell USD	12/04/2022	914,095	(925,449)	(11,354)	(0.02)
Buy GBP : Sell USD	12/04/2022	7,278	(7,463)	(185)	0.00

Portfolio statement (continued)*as at 31 January 2022***Investment****Forward currency trades (continued)**

				Unrealised Gains/(losses) £	Percentage of total net assets %
	Settlement	Buy Amount	Sell Amount		
Buy GBP : Sell USD	12/04/2022	249,523	(253,752)	(4,229)	(0.01)
Buy GBP : Sell USD	12/04/2022	14,780	(14,927)	(147)	0.00
Buy GBP : Sell USD	12/04/2022	7,424	(7,463)	(39)	0.00
Total forward currency trades				(13,188)	(0.02)
Portfolio of investment				63,381,196	95.43
Net other assets				3,038,591	4.57
Total net assets				66,419,787	100.00

Figures in brackets represent sector distribution at 31 July 2021.

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

All equity shares are listed ordinary shares unless otherwise stated.

Futures securities are derivative instruments listed on official stock 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 31 January 2022*

R Income Shares*				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	3,321,941	3,033,118	2,870,864	931,540
Closing number of shares	2,141,399	1,869,825	1,812,350	590,813
Net asset value per shares (p)	155.13	162.21	158.41	157.67
Prices				
Highest share price (p)	164.2	164.0	162.6	159.3
Lowest share price (p)	155.3	155.8	139.2	148.1
X Income Shares*				
Other information	31.01.2022	31.07.2021	01.08.19 to 02.09.19	31.07.2019
Closing net asset value (£)	n/a	n/a	2,140,045	2,124,514
Closing number of shares	n/a	n/a	1,347,445	1,348,707
Net asset value per shares (p)	n/a	n/a	158.82	157.52
Prices				
Highest share shares (p)	n/a	n/a	159.2	159.2
Lowest share shares (p)	n/a	n/a	157.5	148.0
S Income Shares				
Other information	31.01.2022	31.07.2021	31.07.2020	31.07.2019
Closing net asset value (£)	63,097,846	61,597,501	49,004,510	43,508,624
Closing number of shares	42,208,459	39,412,695	32,124,728	28,667,853
Net asset value per shares (p)	149.49	156.29	152.54	151.77
Prices				
Highest share shares (p)	158.2	157.9	156.6	153.4
Lowest share shares (p)	149.7	150.0	134.0	142.5

* The X Income share class merged with the Retail Income share class on 2 September 2019. On the same date, the Retail Income share class changed its name to R Income Shares.

Statistical information (continued)*for the six months ended 31 January 2022***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 depository, custody, FCA, taxation services, audit fees and transaction charges. Collectively these fees are known as other expenses.

Expense Type	Period to 31.01.2022	Year to 31.07.2021
R Income Shares		
ACD's periodic charge	0.55%	0.55%
Other expenses	0.12%	0.14%
Ongoing charges figure*	0.67%	0.69%
S Income Shares		
ACD's periodic charge	0.50%	0.50%
Other expenses	0.12%	0.14%
Ongoing charges figure*	0.62%	0.64%

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

Financial Statements - Santander Max 30% Shares Income Portfolio (unaudited)

Statement of total return (unaudited)

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Income				
Net capital (losses)/gains		(2,830,566)		909,292
Revenue	810,446		718,992	
Expenses	(187,106)		(154,804)	
Interest payable and similar charges	(1,093)		(134)	
Net revenue before taxation	622,247		564,054	
Taxation	(4,614)		(5,048)	
Net revenue after taxation		617,633		559,006
Total return before distributions		(2,212,933)		1,468,298
Gross distributions		(773,687)		(626,058)
Change in net assets attributable to shareholders from investment activities		(2,986,620)		842,240

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

for the six months ended 31 January 2022

	2022		2021	
	£	£	£	£
Opening net assets attributable to shareholders		64,630,619*		51,875,374
Amounts receivable on issue of shares	6,027,963		6,648,720	
Amounts payable on cancellation of shares	(1,264,088)		(1,097,506)	
		4,763,875		5,551,214
Dilution adjustment		11,913		(19,068)
Change in net assets attributable to shareholders from investment activities		(2,986,620)		842,240
Closing net assets attributable to shareholders		66,419,787		58,249,760*

* 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*as at 31 January 2022*

	31 January 2022	31 July 2021
	£	£
Assets:		
Fixed assets:		
Investments	63,418,352	62,711,186
Current assets:		
Debtors	557,875	879,580
Cash and bank balances	2,920,378	1,719,746
Total assets	<u>66,896,605</u>	<u>65,310,512</u>
Liabilities:		
Investment liabilities	(37,156)	(4,294)
Creditors		
Bank overdrafts	(97,711)	(56,290)
Distribution payable	(133,264)	(310,707)
Other creditors	(208,687)	(308,602)
Total liabilities	<u>(476,818)</u>	<u>(679,893)</u>
Net assets attributable to shareholders	<u><u>66,419,787</u></u>	<u><u>64,630,619</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 July 2021 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 July 2021 and are described in those financial statements.

Post Balance Sheet EventsRussia/Ukraine conflict

Following the year end, volatility has been observed in global capital markets due to the ongoing geopolitical situation in Europe. A number of multinational companies have ceased operations in Russia and this coupled with rising energy prices may adversely impact the global economy. It is difficult to quantify the longer term impacts of these events but the value of assets may be adversely impacted.

Distribution tables (unaudited)
for the six months ended 31 January 2022

Gross distributions on R Income Shares in pence per share

	Payment date	Payment type	Gross revenue	Equalisation	Gross distributions paid/payable 2021/2022	Gross distributions paid 2020/2021
Group 1	30.09.2021	monthly	0.3100	–	0.3100	0.3000
	31.10.2021	monthly	0.3100	–	0.3100	0.3000
	30.11.2021	monthly	0.3100	–	0.3100	0.3000
	31.12.2021	monthly	0.3100	–	0.3100	0.3000
	31.01.2022	monthly	0.3100	–	0.3100	0.3000
	28.02.2022	interim	0.3100	–	0.3100	0.3000
Group 2	30.09.2021	monthly	0.1172	0.1928	0.3100	0.3000
	31.10.2021	monthly	0.0000	0.3100	0.3100	0.3000
	30.11.2021	monthly	0.0000	0.3100	0.3100	0.3000
	31.12.2021	monthly	0.0274	0.2826	0.3100	0.3000
	31.01.2022	monthly	0.0489	0.2611	0.3100	0.3000
	28.02.2022	interim	0.0000	0.3100	0.3100	0.3000

Gross distributions on S Income Shares in pence per share

	Payment date	Payment type	Gross revenue	Equalisation	Gross distributions paid/payable 2021/2022	Gross distributions paid 2020/2021
Group 1	30.09.2021	monthly	0.3000	–	0.3000	0.2900
	31.10.2021	monthly	0.3000	–	0.3000	0.2900
	30.11.2021	monthly	0.3000	–	0.3000	0.2900
	31.12.2021	monthly	0.3000	–	0.3000	0.2900
	31.01.2022	monthly	0.3000	–	0.3000	0.2900
	28.02.2022	interim	0.3000	–	0.3000	0.2900
Group 2	30.09.2021	monthly	0.0322	0.2678	0.3000	0.2900
	31.10.2021	monthly	0.0062	0.2938	0.3000	0.2900
	30.11.2021	monthly	0.0000	0.3000	0.3000	0.2900
	31.12.2021	monthly	0.0000	0.3000	0.3000	0.2900
	31.01.2022	monthly	0.0958	0.2042	0.3000	0.2900
	28.02.2022	interim	0.1210	0.1790	0.3000	0.2900

Distribution tables (continued)

for the six months ended 31 January 2022

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 July and the interim reporting period ends on 31 January.

The annual reports of the Company will be published on or before 30 November and interim reports on or before 31 March.

Funds and share classes

Fund	Share classes	ACD's annual management charge
Santander Max 60% Shares Income Portfolio	R Accumulation Shares	0.85%
	R Income Shares	0.85%
	S Income Shares	0.70%
Santander Atlas Income Portfolio	I Accumulation Shares	0.40%
	I Income Shares	0.40%
Santander Max 30% Shares Portfolio	R Accumulation Shares	0.55%
	S Accumulation Shares	0.50%
Santander Max 30% Shares Income Portfolio	R Income Shares	0.55%
	S Income Shares	0.50%

Income attributable to income shares is distributed to shareholders in respect of each accounting period. 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 interim and/or annual accounting period and is reflected in the relevant share price.

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 initial minimum investment that can be made in the I Accumulation share class and the I Income share class is £1,000,000, for the R Accumulation share class and the R Income share class it is £500 and for the S Accumulation share class and the S Income share class it is £10,000,000. The minimum subsequent investment that can be made to each share class is £1.50. The minimum withdrawal from each share class is also £1.50.

The minimum amount that must remain in the I Accumulation share class, the I Income share class, the R Accumulation share class and the R Income share class is £500 and for the S Accumulation share class and the S Income share class it is £10,000,000.

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.

Further information (continued)

Voting Rights (continued)

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 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 must 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 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;
- (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 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 any 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.

Further information (continued)

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

On the occurrence of any of the above:

- FCA Regulations relating to dealing, valuation, pricing and 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 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 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.

Further information (continued)

Dealing

The Funds are intended for both 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.

Please contact FNZ TA Services Limited at investorqueries@fnztaservices.com for any enquiries related to applications and instructions to buy, redeem (sell) or switch Shares.

- 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 12noon 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 maybe higher or lower than 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 may be applied where a Fund is experiencing large levels or trends of issues and sales relative to its size, or in any other circumstances where the ACD is of the opinion that the interests of shareholders require the imposition of a dilution adjustment.

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.

Further information (continued)

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.

For investments into an ISA, the returns will be free from income tax or capital gains tax.

Where a Fund pays dividend distributions, these are paid without any deduction of tax. Since 6 April 2016, the first £2,000 of dividends paid to an individual in any tax year are tax-free. If an individual utilises their tax-free allowance they could be liable to pay additional tax which will depend on the individual's circumstances.

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 Funds which are currently bond funds are the Santander Corporate Bond Fund and the Santander Multi Index Fund 1. Since 6 April 2017 all interest distributions are being paid Gross. 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.

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

Mehdi Kadhimi
Robert Noach
Jack Treunen (resigned 18 November 2021)
Huw Price (resigned 31 August 2021)
Dr Jocelyn Dehnert
Lazaro de Lazaro Torres
Jacqueline Hughes (appointed 24 November 2021)

Sub-Investment Manager

Santander Asset Management S.A., SGIIC
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

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

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
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