



## Contents

<b>Fund Information<sup>1</sup></b>	<b>3</b>
<b>Fund Performance<sup>1</sup></b>	<b>3</b>
<b>Review of Investment Activities<sup>1</sup></b>	<b>4</b>
<b>Risk Profile<sup>1</sup></b>	<b>5</b>
<b>Statement of the Manager's Responsibilities</b>	<b>6</b>
<b>Portfolio Statement<sup>1</sup></b>	<b>7</b>
<b>Financial Statements (unaudited)</b>	<b>13</b>
<b>Notes to the Accounts (unaudited)</b>	<b>14</b>
<b>General Information<sup>1</sup></b>	<b>15</b>

<sup>1</sup> Collectively these comprise the Manager's report.

# Fund Information

## Investment objective and policy

The Schroder High Yield Opportunities Fund (the 'Fund') aims to provide income and capital growth of between 4.5% and 6.5% per annum (after fees have been deducted) over a three to five year period by investing in fixed and floating rate securities worldwide. This cannot be guaranteed and your capital is at risk.

The Fund is actively managed and invests at least 80% of its assets in fixed and floating rate securities (denominated in or hedged back into Sterling) issued by governments, government agencies, supra-nationals and companies worldwide.

The Fund invests at least 50% of its assets in Pan-European fixed and floating rate securities.

The Fund invests at least 80% of its assets in below investment grade securities (as measured by Standard & Poor's or any other equivalent credit rating agencies) or in unrated securities.

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

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently (for more information please refer to section 6 of Appendix I of the Prospectus). The Fund may use leverage and take short positions.

## Fund characteristics

The Fund's performance should be assessed against the income and capital growth target of between 4.5% and 6.5% per year, and compared against the Investment Association High Yield Investment sector average return. The target benchmark has been selected because the target return of the Fund is to deliver or exceed the return of that benchmark as stated in the investment objective. The comparator benchmark has been selected because the Investment Manager and the Manager believe that this benchmark is a suitable comparison for performance purposes given the Fund's investment objective and policy.

## Total purchases and sales

	For the period to 27.1.22 £000's	For the year to 27.7.21 £000's
Total purchases	144,281	458,612
Total sales	148,628	404,221

# Fund Performance

	Number of units in issue 27.1.22	Net asset value per unit 27.1.22	Net asset value per unit 27.7.21
A Accumulation units	17,341,971	158.46p	157.69p
A Income units	90,207,244	44.72p	45.77p
X Accumulation units	5,703,847	66.64p	65.86p
Z Accumulation units	246,449,952	99.20p	98.40p
Z Income units	357,132,910	52.02p	53.07p

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

# Review of Investment Activities

**The Fund's performance should be assessed against the income and capital growth target of between 4.5% and 6.5% per annum (after fees) over a 3 to 5 year period. From 27 July 2021 to 27 January 2022, the price of Z Accumulation units on a dealing price basis rose 0.45%. In comparison, the Investment Association Sterling High Yield Sector Average generated a negative total return of 0.61% in sterling terms<sup>1</sup>.**

The post-Covid economic recovery continued, but started to lose momentum. Inflationary pressures became increasingly elevated, reaching multi-year or even decade highs, amid supply bottlenecks and disruption, and sharply resurgent demand. Government bond yields rose over the period as central banks turned more hawkish, with the Bank of England (BoE) raising rates. Government yield curves steepened with significant moves higher in 2-year yields. High yield bonds were impacted by uncertainty and volatility later in the year. Spreads widened but falling prices were partly offset by income returns.

The portfolio generated a small positive return, following strong performance the previous six months. It was modestly behind the peer group, but ahead of illustrative benchmarks. Individual positions in real estate and automotive detracted, while the main positive performers were in services, US energy and emerging market holdings. We added exposure to more defensive, non-cyclical businesses and sectors, such as telecoms and healthcare. The portfolio is characterised by a diverse range of idiosyncratic holdings, reflecting a combination of attractive valuations, favourable long-term trends, recovery potential and non-cyclical characteristics. We closed our euro and US HY index hedges.

The market sell-off will likely create opportunities with yields and spreads at more attractive levels. We started to see some value in the longer end of the credit curve and selectively in hybrid bonds, in energy and real estate. HY widened meaningfully relative to IG. Concerns around central bank tightening will create further volatility. Provided growth doesn't weaken materially, it should not be too harmful to credit. We expect a moderation in growth and a peak in inflation over the coming months. Company fundamentals remain strong, but rising input costs are a challenge. Companies that can pass on costs and maintain pricing power should fare better. Low high yield default rates and favourable ratings trends are supportive. We focus on finding pockets of value, balancing cyclical and non-cyclical, and areas with further recovery potential. We look for long-term themes and shifts, and companies which can benefit. Security selection remains paramount and sustainability ever more important.

Since the end of the period, we have seen Russia's invasion of Ukraine create a human crisis, which is likely to result in suffering for millions of people. As investors, we have to remain focused on the implications for our clients. At the time of writing, the situation is still unfolding and the impact on economies and markets remains highly uncertain.

**Fund Manager:  
Daniel Pearson**



Daniel Pearson joined Schroders in 2013 following the acquisition of Cazenove Capital

He focused on Investment grade and High Yield Auto, Business services and Property sectors. Prior to this he worked as a high yield credit analyst

He previously worked at 3i Group plc where he initially worked as a portfolio manager in restructuring/SME team before moving to the European buyout team and focused on all aspects of new investments – origination, appraisal, structuring and debt arrangement. From 1990 to 2002 he worked at Hambros plc

BSc in Business Administration from Bath University and an ACCA qualification

<sup>1</sup> Source: Refinitiv Eikon Datastream.

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

# Risk Profile

## Risk and reward indicator



The risk category is based upon the Fund’s risk target and there is no guarantee that the Fund will achieve it. The Fund’s risk category is not guaranteed to remain fixed and may change over time. A Fund in the lowest category does not mean a risk-free investment.

For specific risks, including the risk and reward profile, please refer to the Key Investor Information Document available on the following website [www.schroders.com](http://www.schroders.com).

# Statement of the Manager's Responsibilities

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

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

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

The Manager's report and accounts for the period ended 27 January 2022 were signed on 22 March 2022 on behalf of the Manager by:

**S. Reedy**  
Directors

**P. Truscott**

# Portfolio Statement

	Holding at 27.1.22	Market Value £000's	% of net assets
<b>Corporate Bonds 95.42% (94.60%)</b>			
<b>Bermuda 2.46% (3.57%)</b>			
Digicel 6.75% 01/03/2023	9,050,000	6,608	1.32
Digicel 6.75% 01/03/2023	2,500,000	1,825	0.36
Lancashire Holdings FRN 5.625% 18/09/2041	4,964,000	3,919	0.78
		<b>12,352</b>	<b>2.46</b>
<b>Brazil 0.33% (0.33%)</b>			
Prumo Participacoes e Investimentos 7.5% 31/12/2031	2,103,029	1,659	0.33
		<b>1,659</b>	<b>0.33</b>
<b>Cayman Islands 0.65% (1.32%)</b>			
Global Aircraft Leasing 6.5% 15/09/2024	4,616,190	3,266	0.65
		<b>3,266</b>	<b>0.65</b>
<b>Chile 0.49% (0.00%)</b>			
Agrosuper 4.6% 20/01/2032	3,278,000	2,478	0.49
		<b>2,478</b>	<b>0.49</b>
<b>Denmark 0.62% (0.58%)</b>			
DKT Finance 9.375% 17/06/2023	4,120,000	3,102	0.62
		<b>3,102</b>	<b>0.62</b>
<b>Finland 0.32% (0.31%)</b>			
PHM Group Holding 4.75% 18/06/2026	1,889,000	1,602	0.32
		<b>1,602</b>	<b>0.32</b>
<b>France 4.97% (4.09%)</b>			
Quatrim 5.875% 15/01/2024	1,700,000	1,446	0.29
La Financiere Atalian 6.625% 15/05/2025	3,333,000	3,220	0.64
Getlink 3.5% 30/10/2025	1,062,000	905	0.18
Air France-KLM 3.875% 01/07/2026	1,700,000	1,379	0.27
Iliad Holding 6.5% 15/10/2026	1,245,000	944	0.19
Altice France 3.375% 15/01/2028	3,070,000	2,410	0.48
CAB SELAS 3.375% 01/02/2028	1,708,000	1,394	0.28
Emeria 3.375% 31/03/2028	6,241,000	5,033	1.00
Iliad Holding 7% 15/10/2028	913,000	702	0.14
Altice France 4.125% 15/01/2029	689,000	551	0.11
Altice France 5.5% 15/10/2029	4,531,000	3,227	0.64
Electricite de France FRN 6% Perpetual	1,400,000	1,464	0.29

	Holding at 27.1.22	Market Value £000's	% of net assets
Electricite de France FRN 3.375% Perpetual	2,800,000	2,287	0.46
		<b>24,962</b>	<b>4.97</b>
<b>Germany 7.60% (7.44%)</b>			
Nidda Healthcare Holding 3.5% 30/09/2024	3,740,000	3,060	0.61
Tele Columbus 3.875% 02/05/2025	3,933,000	3,174	0.63
Douglas 6% 08/04/2026	4,000,000	3,289	0.66
Standard Profil Automotive 6.25% 30/04/2026	8,950,000	6,013	1.20
Gruenthal 3.625% 15/11/2026	1,827,000	1,531	0.31
Cheplapharm Arzneimittel 3.5% 11/02/2027	3,000,000	2,523	0.50
WEPA Hygieneprodukte 2.875% 15/12/2027	5,541,000	4,304	0.86
Cheplapharm Arzneimittel 5.5% 15/01/2028	2,492,000	1,873	0.37
Cheplapharm Arzneimittel 4.375% 15/01/2028	4,641,000	3,980	0.79
Gruenthal 4.125% 15/05/2028	1,804,000	1,513	0.30
Ctec II 5.25% 15/02/2030	2,250,000	1,857	0.37
Deutsche Bank FRN 4.625% 31/12/2164	2,800,000	2,306	0.46
Infineon Technologies FRN 3.625% Perpetual	2,000,000	1,759	0.35
Infineon Technologies FRN 2.875% Perpetual	1,100,000	936	0.19
		<b>38,118</b>	<b>7.60</b>
<b>Greece 1.15% (0.70%)</b>			
Piraeus Bank FRN 3.875% 03/11/2027	2,750,000	2,227	0.44
Piraeus Financial Holdings FRN 8.75% 31/12/2164	4,303,000	3,565	0.71
		<b>5,792</b>	<b>1.15</b>
<b>Hungary 0.16% (0.15%)</b>			
OTP Bank FRN 2.433% Perpetual	1,000,000	816	0.16
		<b>816</b>	<b>0.16</b>
<b>Ireland 0.30% (0.74%)</b>			
Aryzta Euro Finance DAC FRN 6.82% Perpetual	1,838,000	1,524	0.30
		<b>1,524</b>	<b>0.30</b>
<b>Israel 1.12% (0.84%)</b>			
Energean Israel Finance 4.5% 30/03/2024	2,367,000	1,775	0.35

# Portfolio Statement (continued)

	Holding at 27.1.22	Market Value £000's	% of net assets		Holding at 27.1.22	Market Value £000's	% of net assets
Energean Israel Finance 4.875% 30/03/2026	1,757,000	1,291	0.26	Ideal Standard International 6.375% 30/07/2026	6,500,000	4,870	0.97
Energean Israel Finance 5.375% 30/03/2028	2,223,000	1,617	0.32	Albion Financing 1 5.25% 15/10/2026	3,338,000	2,758	0.55
Energean Israel Finance 5.875% 30/03/2031	1,320,000	959	0.19	ADLER Group 2.75% 13/11/2026	3,000,000	2,113	0.42
		<b>5,642</b>	<b>1.12</b>	Gamma Bondco 8.125% 15/11/2026	5,000,000	4,115	0.82
<b>Italy 4.45% (4.30%)</b>				ADLER Group 2.25% 27/04/2027	4,000,000	2,776	0.55
Bormioli Pharma Spa FRN 3.5% 15/11/2024	605,000	484	0.10	Matterhorn Telecom 4% 15/11/2027	5,401,000	4,524	0.90
Almaviva-The Italian Innovation 4.875% 30/10/2026	2,442,000	2,011	0.40	Cidron Aida Finco Sarl 6.25% 01/04/2028	2,625,000	2,550	0.51
EVOCA FRN 4.25% 01/11/2026	1,734,000	1,389	0.28	Cidron Aida Finco Sarl 5% 01/04/2028	2,256,000	1,836	0.37
Marcolin 6.125% 15/11/2026	13,139,000	10,993	2.19	Herens Holdco 4.75% 15/05/2028	3,132,000	2,239	0.45
Superstrada Pedemontana Veneta 8% 30/06/2027	5,192,000	4,798	0.95	ADLER Group 2.25% 14/01/2029	1,900,000	1,293	0.26
UniCredit FRN 5.459% 30/06/2035	1,910,000	1,488	0.30	BK LC Lux Finco1 Sarl 5.25% 30/04/2029	3,057,000	2,572	0.51
UnipolSai Assicurazioni FRN 6.375% Perpetual	1,269,000	1,145	0.23	Altice Financing 4.25% 15/08/2029	2,095,000	1,659	0.33
		<b>22,308</b>	<b>4.45</b>	Altice Financing 5.75% 15/08/2029	1,044,000	734	0.15
<b>Japan 0.00% (0.51%)</b>				MC Brazil Downstream Trading 7.25% 30/06/2031	3,711,000	2,665	0.53
<b>Jersey 4.12% (3.73%)</b>				CPI Property Group FRN 4.875% Perpetual	1,844,000	1,540	0.31
AA Bond 6.5% 31/01/2026	1,719,000	1,736	0.35	CPI Property Group FRN 4.875% Perpetual	3,500,000	2,953	0.59
Galaxy Bidco 6.5% 31/07/2026	500,000	513	0.10	CPI Property Group FRN 5.8% Perpetual	3,000,000	1,514	0.30
Petrofac 9.75% 15/11/2026	2,269,000	1,716	0.34	CPI Property Group FRN 3.75% Perpetual	1,735,000	1,322	0.26
Kane Bidco 6.5% 15/02/2027	6,304,000	6,304	1.26			<b>64,217</b>	<b>12.80</b>
Galaxy Finco 9.25% 31/07/2027	8,000,000	8,300	1.65	<b>Mexico 3.40% (3.19%)</b>			
AA Bond 6.269% 02/07/2043	1,900,000	2,099	0.42	Petroleos Mexicanos 3.75% 21/02/2024	1,100,000	941	0.19
		<b>20,668</b>	<b>4.12</b>	Total Play Telecomunicaciones 7.5% 12/11/2025	11,257,000	8,394	1.67
<b>Luxembourg 12.80% (13.46%)</b>				Petroleos Mexicanos 3.75% 16/11/2025	1,494,000	1,439	0.28
Odyssey Europe Holdco 8% 15/05/2023	4,411,000	3,487	0.69	Electricidad Firme de Mexico Holdings 4.9% 20/11/2026	1,439,000	1,051	0.21
Lincoln Financing 3.625% 01/04/2024	3,083,000	2,589	0.52	Cemex 7.375% 05/06/2027	1,225,000	997	0.20
Lincoln Financing FRN 3.875% 01/04/2024	211,000	176	0.03	Total Play Telecomunicaciones 6.375% 20/09/2028	779,000	537	0.11
ADLER Group 3.25% 05/08/2025	5,500,000	4,126	0.82	Cemex 5.2% 17/09/2030	936,000	721	0.14
Garfunkelux Holdco 3 7.75% 01/11/2025	3,595,000	3,699	0.74	Cemex 3.875% 11/07/2031	2,738,000	1,941	0.39
Kleopatra Finco Sarl 4.25% 01/03/2026	5,821,000	4,567	0.91				
Signa Development Finance 5.5% 23/07/2026	2,000,000	1,540	0.31				



# Portfolio Statement (continued)

	Holding at 27.1.22	Market Value £000's	% of net assets
Petroleos Mexicanos 7.69% 23/01/2050	1,500,000	1,046	0.21
		<b>17,067</b>	<b>3.40</b>
<b>Netherlands 7.38% (5.83%)</b>			
Schoeller Packaging 6.375% 01/11/2024	2,559,000	2,104	0.42
Teva Pharmaceutical Finance Netherlands II 6% 31/01/2025	1,000,000	881	0.18
Teva Pharmaceutical Finance Netherlands II 4.5% 01/03/2025	3,652,000	3,094	0.62
IPD 3 5.5% 01/12/2025	742,000	629	0.12
Compact Bidco 5.75% 01/05/2026	9,292,000	7,096	1.41
Q-Park Holding I 2% 01/03/2027	5,500,000	4,247	0.85
Teva Pharmaceutical Finance Netherlands II 3.75% 09/05/2027	1,332,000	1,079	0.21
Teva Pharmaceutical Finance Netherlands III 4.75% 09/05/2027	2,375,000	1,728	0.34
United Group 4% 15/11/2027	11,945,000	9,610	1.91
United Group 5.25% 01/02/2030	769,000	629	0.13
Koninklijke KPN FRN 7% 28/03/2073	2,700,000	2,101	0.42
Abertis Infraestruc- turas Finance FRN 3.248% Perpetual	1,600,000	1,337	0.27
Telefonica Europe FRN 3.875% Perpetual	2,900,000	2,528	0.50
		<b>37,063</b>	<b>7.38</b>
<b>Norway 0.36% (1.27%)</b>			
Explorer II 3.375% 24/02/2025	2,324,638	1,804	0.36
		<b>1,804</b>	<b>0.36</b>
<b>Portugal 1.10% (1.34%)</b>			
Banco Espirito Santo 4% 21/01/2019+	1,200,000	145	0.03
Cia de Seguros Fidelidade FRN 4.25% 04/09/2031	2,600,000	2,273	0.45
Novo Banco 0% 03/04/2048	12,129,000	3,120	0.62
		<b>5,538</b>	<b>1.10</b>
<b>Singapore 0.30% (0.28%)</b>			
Trafigura Group FRN 6.875% 31/12/2164	2,000,000	1,492	0.30
		<b>1,492</b>	<b>0.30</b>
<b>Spain 0.89% (0.32%)</b>			
Grifols 2.25% 15/11/2027	5,450,000	4,441	0.89
		<b>4,441</b>	<b>0.89</b>

	Holding at 27.1.22	Market Value £000's	% of net assets
<b>Supranational 3.15% (1.93%)</b>			
Digicel International Finance 8.75% 25/05/2024	1,180,000	906	0.18
Highlands Holdings Bond Issuer 7.625% 15/10/2025	7,814,062	6,083	1.21
Digicel International Finance 13% 31/12/2025	2,587,500	1,972	0.39
ATP Tower Holdings 4.05% 27/04/2026	2,317,000	1,700	0.34
Allied Universal Holdco 4.875% 01/06/2028	5,466,000	5,151	1.03
		<b>15,812</b>	<b>3.15</b>
<b>Sweden 1.06% (1.99%)</b>			
Heimstaden 4.25% 09/03/2026	2,300,000	1,914	0.38
Verisure Holding 3.25% 15/02/2027	1,478,000	1,203	0.24
Heimstaden Bostad FRN 3.248% Perpetual	2,678,000	2,216	0.44
		<b>5,333</b>	<b>1.06</b>
<b>Switzerland 0.10% (0.21%)</b>			
Aryzta FRN 5.343% Perpetual	630,000	490	0.10
		<b>490</b>	<b>0.10</b>
<b>Turkey 0.88% (0.00%)</b>			
Ulker Biskuvi Sanayi 6.95% 30/10/2025	2,600,000	1,845	0.37
Limak Iskenderun Uluslararası Liman İsletmeciliği 9.5% 10/07/2036	3,550,000	2,586	0.51
		<b>4,431</b>	<b>0.88</b>
<b>United Kingdom 23.35% (23.96%)</b>			
Voyage Care BondCo 5.875% 01/05/2023	1,300,000	1,278	0.25
Saga 3.375% 12/05/2024	4,936,000	4,726	0.94
Energia Group NI FinanceCo 4.75% 15/09/2024	3,730,000	3,711	0.74
TalkTalk Telecom Group 3.875% 20/02/2025	10,480,000	9,484	1.89
Neptune Energy Bondco 6.625% 15/05/2025	2,950,000	2,250	0.45
Neptune Energy Bondco 6.625% 15/05/2025	2,500,000	1,906	0.38
Stonegate Pub Co. Financing 2019 8.25% 31/07/2025	1,630,000	1,689	0.34
Energia Group NI FinanceCo 4% 15/09/2025	1,299,000	1,074	0.21

# Portfolio Statement (continued)

	Holding at 27.1.22	Market Value £000's	% of net assets		Holding at 27.1.22	Market Value £000's	% of net assets
Pinewood Finance 3.25% 30/09/2025	1,464,000	1,448	0.29	Phoenix Group Holdings 5.867% 13/06/2029	1,213,000	1,411	0.28
Metro Bank FRN 9.5% 08/10/2025	4,002,000	3,615	0.72	Virgin Media Secured Finance 4.25% 15/01/2030	2,188,000	2,080	0.41
eG Global Finance 6.25% 30/10/2025	2,000,000	1,677	0.33	Virgin Media Secured Finance 4.125% 15/08/2030	3,004,000	2,864	0.57
Boparan Finance 7.625% 30/11/2025	2,883,000	2,414	0.48	Vmed O2 UK Financing I 4.5% 15/07/2031	1,399,000	1,346	0.27
INEOS Quattro Finance 2 2.5% 15/01/2026	1,642,000	1,319	0.26	Berkeley Group 2.5% 11/08/2031	878,000	823	0.16
INEOS Quattro Finance 2 3.375% 15/01/2026	283,000	208	0.04	Greene King Finance 5.318% 15/09/2031	972,048	1,082	0.22
Jerrold Finco 4.875% 15/01/2026	3,472,000	3,477	0.69	Utmost Group 4% 15/12/2031	2,062,000	2,000	0.40
Bellis Acquisition 3.25% 16/02/2026	2,038,000	1,901	0.38	Mitchells & Butlers Finance FRN 2.216% 15/06/2036	2,215,000	1,797	0.36
Merlin Entertainments 5.75% 15/06/2026	3,604,000	2,810	0.56	RL Finance Bonds NO 4 FRN 4.875% 07/10/2049	785,000	834	0.17
Punch Finance 6.125% 30/06/2026	2,454,000	2,441	0.49	abrdrn FRN 5.25% 31/12/2164	397,000	399	0.08
Ithaca Energy North Sea 9% 15/07/2026	2,000,000	1,542	0.31	Just Group FRN 5% 31/12/2164	660,000	610	0.12
Saga 5.5% 15/07/2026	4,965,000	4,819	0.96	OSB Group FRN 6% 31/12/2164	1,981,000	1,988	0.40
Victoria 3.625% 24/08/2026	1,992,000	1,650	0.33	BUPA Finance FRN 4% Perpetual	2,020,000	1,844	0.37
PeopleCert Wisdom Issuer 5.75% 15/09/2026	2,507,000	2,148	0.43	Investec FRN 6.75% Perpetual	668,000	686	0.14
Endeavour Mining 5% 14/10/2026	7,379,000	5,358	1.07	National Express Group FRN 4.25% Perpetual	907,000	916	0.18
Harbour Energy 5.5% 15/10/2026	3,110,000	2,322	0.46	NatWest Group FRN 2.544% Perpetual	4,300,000	3,186	0.63
Harbour Energy 5.5% 15/10/2026	2,309,000	1,724	0.34	NatWest Group FRN 5.125% Perpetual	1,400,000	1,432	0.28
Jerrold Finco 5.25% 15/01/2027	3,181,000	3,189	0.64	Standard Chartered FRN 4.75% Perpetual	1,122,000	811	0.16
Virgin Media Secured Finance 5% 15/04/2027	2,000,000	2,042	0.41			<b>117,186</b>	<b>23.35</b>
Deuce Finco 5.5% 15/06/2027	1,298,000	1,288	0.26				
Rolls-Royce 5.75% 15/10/2027	407,000	324	0.06	<b>United States of America 11.91% (12.21%)</b>			
Pinewood Finance 3.625% 15/11/2027	2,262,000	2,225	0.44	Arrow Bidco 9.5% 15/03/2024	8,055,000	6,113	1.22
Sainsbury's Bank FRN 6% 23/11/2027	6,085,000	6,176	1.23	PBF Holding 9.25% 15/05/2025	7,700,000	5,663	1.13
SGS Finance REIT 4.875% 17/03/2028	1,084,256	648	0.13	Rite Aid 7.5% 01/07/2025	2,000,000	1,482	0.29
Metro Bank FRN 5.5% 26/06/2028	5,169,000	3,412	0.68	Rayonier AM Products 7.625% 15/01/2026	2,621,000	2,011	0.40
BCP V Modular Services Finance II 4.75% 30/11/2028	3,100,000	2,538	0.51	Millennium Escrow 6.625% 01/08/2026	4,200,000	3,148	0.63
BCP V Modular Services Finance II 6.125% 30/11/2028	867,000	843	0.17	New Fortress Energy 6.5% 30/09/2026	7,754,000	5,472	1.09
Vmed O2 UK Financing I 4% 31/01/2029	1,483,000	1,401	0.28	Summer BC Bidco B 5.5% 31/10/2026	1,000,000	743	0.15
				Tidewater 8.5% 16/11/2026	3,200,000	2,407	0.48

# Portfolio Statement (continued)

	Holding at 27.1.22	Market Value £000's	% of net assets		Holding at 27.1.22	Market Value £000's	% of net assets
Northwest Fiber 4.75% 30/04/2027	3,657,000	2,651	0.53	Credit Default Swap Morgan Stanley Buy Iceland Bondco 4.625% 15/03/2025 20/12/2026	6,000,000	241	0.05
Kosmos Energy 7.75% 01/05/2027	2,235,000	1,642	0.33	Credit Default Swap Credit Suisse Sell Casino Guichard Perrachon 1.865% 13/06/2022 20/06/2022	613,744	6	0.00
Frontier Communications Holdings 5.875% 15/10/2027	3,506,000	2,712	0.54	Credit Default Swap Goldman Sachs Sell Casino Guichard Perrachon 1.865% 13/06/2022 20/12/2022	2,000,000	53	0.01
MPT Operating Partnership REIT 5% 15/10/2027	1,785,000	1,376	0.27	Credit Default Swap Citigroup Sell British Telecommunications 5.75% 07/12/2028 20/12/2024	5,000,000	42	0.01
Bristow Group 6.875% 01/03/2028	2,156,000	1,642	0.33	Credit Default Swap Citigroup Sell Atlantia 1.625% 03/02/2025 20/12/2025	5,000,000	(9)	0.00
Organon 4.125% 30/04/2028	6,548,000	4,865	0.97	Credit Default Swap Citigroup Sell Ziggo Bond 5.125% 28/02/2030 20/12/2025	694,444	65	0.01
Frontier Communications Holdings 5% 01/05/2028	1,732,000	1,288	0.25	Credit Default Swap Morgan Stanley Sell Ziggo Bond 5.125% 28/02/2030 20/12/2025	1,805,556	169	0.03
Consolidated Communications 6.5% 01/10/2028	3,710,000	2,853	0.57	Credit Default Swap Barclays Sell CMA CGM 6.5% 15/07/2022 20/12/2025	2,000,000	151	0.03
MajorDrive Holdings IV 6.375% 01/06/2029	4,228,000	3,007	0.60	Credit Default Swap Credit Suisse Sell CMA CGM 6.5% 15/07/2022 20/12/2025	3,000,000	225	0.05
Gap 3.625% 01/10/2029	337,000	236	0.05	Credit Default Swap J.P. Morgan Sell CMA CGM 6.5% 15/07/2022 20/12/2025	1,000,000	75	0.01
180 Medical 3.875% 15/10/2029	631,000	462	0.09	Credit Default Swap BNP Paribas Sell TUI 5% 16/04/2028 20/06/2026	2,640,910	(131)	(0.03)
MPT Operating Partnership REIT 3.375% 24/04/2030	2,153,000	2,167	0.43	Credit Default Swap J.P. Morgan Sell TUI 5% 16/04/2028 20/06/2026	1,509,090	(75)	(0.01)
Energy Transfer FRN 6.25% Perpetual	11,856,000	7,813	1.56	Credit Default Swap J.P. Morgan Sell CMA CGM 6.5% 15/07/2022 20/06/2026	2,000,000	138	0.03
		<b>59,753</b>	<b>11.91</b>	Credit Default Swap Barclays Sell CMA CGM 7.5% 15/01/2026 20/06/2026	1,600,000	111	0.02
<b>Corporate Bonds total</b>		<b>478,916</b>	<b>95.42</b>				
<b>Convertible Bonds 2.13% (1.58%)</b>							
<b>Austria 1.71% (1.58%)</b>							
ams-OSRAM 0% 05/03/2025	3,400,000	2,503	0.50				
ams-OSRAM 2.13% 03/11/2027	7,700,000	6,078	1.21				
		<b>8,581</b>	<b>1.71</b>				
<b>Germany 0.42% (0.00%)</b>							
Consus Real Estate 4% 29/11/2022	2,700,000	2,124	0.42				
		<b>2,124</b>	<b>0.42</b>				
<b>Convertible Bonds total</b>		<b>10,705</b>	<b>2.13</b>				
<b>Swaps 0.15% ((0.85)%)</b>							
Credit Default Swap Morgan Stanley Buy Jaguar Land Rover 2.2% 15/01/2024 20/12/2026	2,700,000	(109)	(0.02)				
Credit Default Swap Credit Suisse Buy Iceland Bondco 4.625% 15/03/2025 20/12/2026	1,000,000	40	0.01				

# Portfolio Statement (continued)

	Holding at 27.1.22	Market Value £000's	% of net assets
Inflation Rate Swap			
Morgan Stanley Pay floating UKRPI 1 month Receive fixed 4.178% 15/10/2031	6,000,000	(233)	(0.05)
<b>Swaps total</b>		<b>759</b>	<b>0.15</b>
<b>Futures 0.03% ((0.04)%)</b>			
Long Gilt March 2022	(16)	54	0.01
US 10 Year Note March 2022	(10)	12	0.01
US 10 Year Ultra Bond March 2022	(55)	62	0.01
<b>Futures total</b>		<b>128</b>	<b>0.03</b>
<b>Forward Foreign Currency Contracts (0.30)% ((0.39)%)</b>			
Buy EUR 1,732,294			
Sell GBP 1,440,473 24/02/2022		5	0.00

	Holding at 27.1.22	Market Value £000's	% of net assets
Buy EUR 2,600,318			
Sell GBP 2,182,164 24/02/2022		(13)	0.00
Buy USD 3,497,496			
Sell GBP 2,595,498 24/02/2022		18	0.00
Sell EUR 143,465,264			
Buy GBP 120,696,691 24/02/2022		1,017	0.20
Sell EUR 122,143,903			
Buy GBP 101,940,691 29/03/2022		(52)	(0.01)
Sell SGD 2,824,897			
Buy GBP 1,541,789 29/03/2022		(19)	0.00
Sell USD 116,029,128			
Buy GBP 85,675,502 24/02/2022		(1,016)	(0.20)
Sell USD 109,690,551			
Buy GBP 80,519,119 29/03/2022		(1,453)	(0.29)
<b>Forward Foreign Currency Contracts total</b>		<b>(1,513)</b>	<b>(0.30)</b>
<b>Portfolio of investments</b>		<b>488,995</b>	<b>97.43</b>
<b>Net other assets</b>		<b>12,890</b>	<b>2.57</b>
<b>Net assets attributable to unitholders</b>		<b>501,885</b>	<b>100.00</b>

The comparative percentage figures in brackets are as at 27 July 2021.  
Unless otherwise stated, all securities are admitted to official stock exchange listings.

+ Security is currently in default.

## Statement of Total Return (unaudited)

For the six months ended 27 January 2022

	27.1.22		27.1.21	
	£000's	£000's	£000's	£000's
<b>Income</b>				
Net capital (losses)/gains		(8,542)		42,063
Revenue	15,001		13,849	
Expenses	(2,153)		(1,841)	
Net revenue before taxation	<b>12,848</b>		<b>12,008</b>	
Taxation	(263)		(114)	
Net revenue after taxation		<b>12,585</b>		<b>11,894</b>
<b>Total return before distributions</b>		<b>4,043</b>		<b>53,957</b>
Distributions		(14,717)		(13,466)
<b>Change in net assets attributable to unitholders from investment activities</b>		<b>(10,674)</b>		<b>40,491</b>

## Statement of Change in Net Assets Attributable to Unitholders (unaudited)

For the six months ended 27 January 2022

	27.1.22		27.1.21	
	£000's	£000's	£000's	£000's
Opening net assets attributable to unitholders		524,102 <sup>^</sup>		425,874
Amounts receivable on issue of units	43,786		37,580	
Amounts payable on cancellation of units	(63,529)		(36,884)	
		<b>(19,743)</b>		<b>696</b>
Dilution adjustment		118		-
Change in net assets attributable to unitholders from investment activities		(10,674)		40,491
Retained distribution on Accumulation units		8,082		7,355
<b>Closing net assets attributable to unitholders</b>		<b>501,885</b>		<b>474,416<sup>^</sup></b>

<sup>^</sup> The opening net assets attributable to unitholders for the current period do not equal the closing net assets attributable to unitholders for the comparative period as they are not consecutive periods.

## Balance Sheet (unaudited)

As at 27 January 2022

	27.1.22	27.7.21
	£000's	£000's
<b>Assets</b>		
Investments	492,105	508,504
<b>Current assets</b>		
Debtors	7,669	11,367
Cash and bank balances	18,841	25,228
<b>Total assets</b>	<b>518,615</b>	<b>545,099</b>
<b>Liabilities</b>		
Investment liabilities	(3,110)	(11,117)
<b>Creditors</b>		
Bank overdrafts	(1,248)	-
Distributions payable	(1,163)	(1,186)
Other creditors	(11,209)	(8,694)
<b>Total liabilities</b>	<b>(16,730)</b>	<b>(20,997)</b>
<b>Net assets attributable to unitholders</b>	<b>501,885</b>	<b>524,102</b>

# Notes to the Accounts (unaudited)

## Accounting policies

### Basis of preparation

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

The accounting policies applied are consistent with those of the annual accounts for the year ended 27 July 2021 and are described in those annual accounts.

# General Information

## Manager

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

## Investment Adviser

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

## Trustee

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

## Registrar

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

## Administration Details

Schroders Investor Services  
PO BOX 1402  
Sunderland  
SR43 4AF

## Independent Auditors

PricewaterhouseCoopers LLP  
Atria One  
144 Morrison Street  
Edinburgh EH3 8EX

## Authorisation

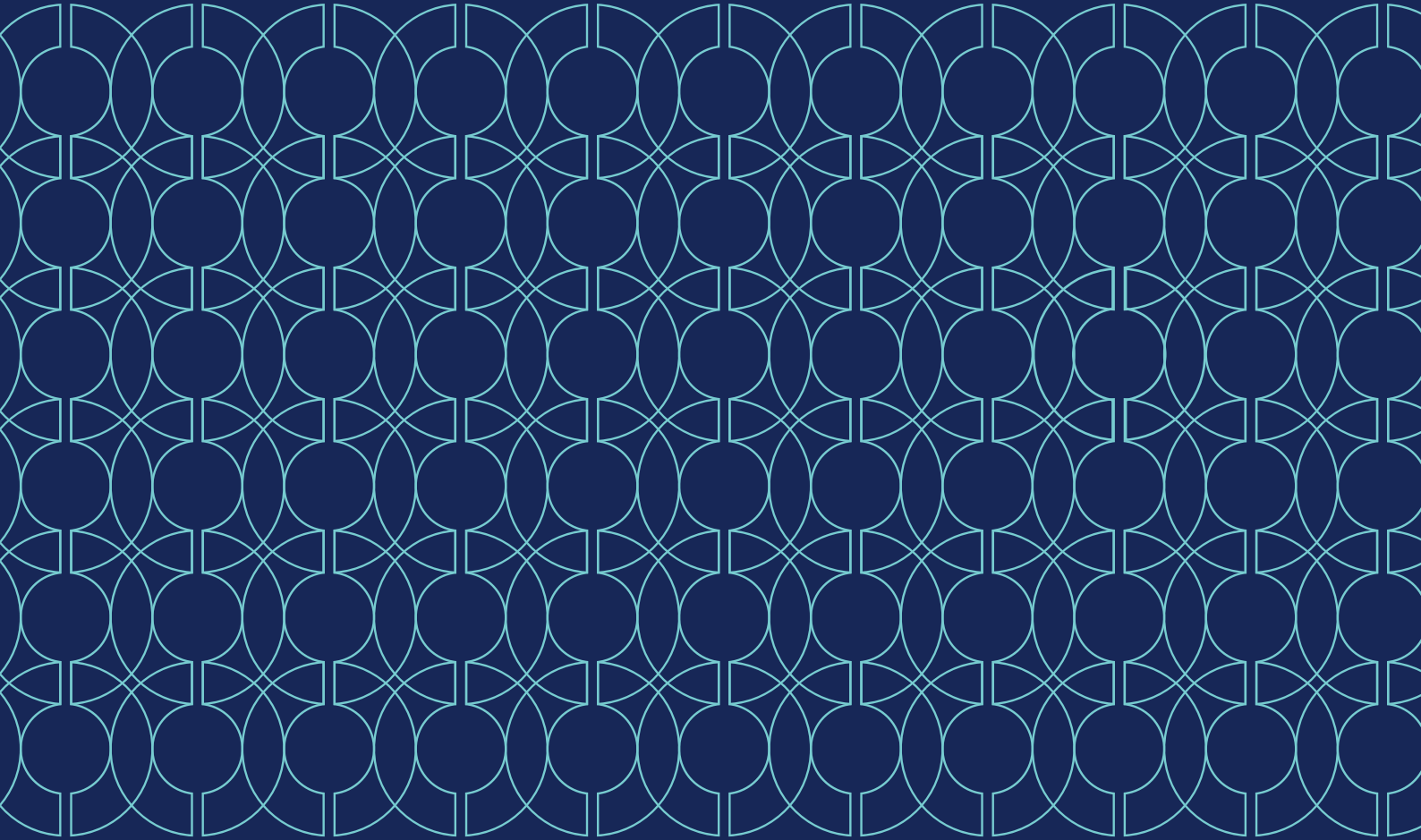
The Fund is an authorised unit trust and is constituted pursuant to the Collective Investment Schemes sourcebook and is structured as a Trust. The Fund is a UCITS scheme for the purpose of the categorisation of the Collective Investment Schemes sourcebook.

## Value Assessment

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

## Other information

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



EST. 1804

For further literature please contact Schroder Investor Services on 0800 182 2399 or [schrodersinvestor@HSBC.com](mailto:schrodersinvestor@HSBC.com) for Retail Clients, or 0345 030 7277 or [schrodersinstitutional@HSBC.com](mailto:schrodersinstitutional@HSBC.com) for Institutional Clients, or visit our website at [www.schroders.com](http://www.schroders.com).

Issued in March 2022 by Schroder Unit Trusts Limited, 1 London Wall Place, London EC2Y 5AU. Registered Number 4191730 England. Schroder Unit Trusts Limited is an authorised corporate director, authorised unit trust manager and an ISA plan manager, and is authorised and regulated by the Financial Conduct Authority. For your security, communications may be taped and monitored.