

Contents

Fund Information¹	3
Fund Performance¹	3
Review of Investment Activities¹	4
Risk Profile¹	5
Statement of the Manager's Responsibilities	6
Portfolio Statement¹	7
Financial Statements (unaudited)	9
Notes to the Accounts (unaudited)	10
General Information¹	11

¹ Collectively these comprise the Manager's report.

Fund Information

Investment objective and policy

The Schroder Asian Alpha Plus Fund (the 'Fund') aims to provide capital growth in excess of the MSCI AC Asia ex Japan (Net Total Return) index (after fees have been deducted) over a three to five year period by investing in equity and equity related securities of Asian companies, excluding Japan.

The Fund is actively managed and invests at least 80% of its assets in equity and equity related securities of Asian companies, excluding Japan.

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

The Fund benefits from the Investment Manager's established research capabilities in the Asia (excluding Japan) region that identifies companies with positive cash flow, balance-sheet strength and valuation support.

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).

Fund characteristics

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

Total purchases and sales

	For the period to 31.12.21 £000's	For the year to 30.6.21 £000's
Total purchases	403,745	692,147
Total sales	197,647	459,534

Fund Performance

	Number of units in issue 31.12.21	Net asset value per unit 31.12.21	Net asset value per unit 30.6.21
A Accumulation units	43,702,779	198.01p	209.21p
A Income units	1,840,058	186.78p	197.34p
L Accumulation units	166,751,770	130.40p	137.20p
L Income units	210,226,811	119.55p	125.78p
Q2 Accumulation units	54,526,238	77.49p	81.53p
S Income units	574,629,465	126.01p	132.38p
Z Accumulation units	306,313,233	143.22p	150.75p
Z Income units	79,480,242	128.72p	135.48p

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

From 30 June 2021 to 31 December 2021, the price of Z Accumulation units on a dealing price basis fell 4.83%. In the same period, the MSCI All Country Asia ex Japan Index generated a negative net return of 8.67%¹ in sterling terms.

Asia ex Japan equities declined over the period under review. This was largely driven by a significant sell-off in China, which was in part due to the ongoing regulatory crackdown there. Concern over the property sector also weighed on sentiment following worries about the ability of real estate group Evergrande to service its debts. The emergence of the Omicron variant was another negative event, as investors worried that new lockdown restrictions would be imposed in various parts of the region.

The Fund also posted a negative return but outperformed the index. At country level, the Fund's underweight in China drove the superior relative returns. Stock selection in Korea also aided relative performance. Stock selection in Hong Kong was a negative influence. By sector, positioning in healthcare – both stock selection and the underweight exposure – was beneficial. The overweight in technology added value. Positioning in consumer staples detracted slightly.

In terms of portfolio composition, our largest underweight remains China although we reduced the extent of this over the period. We also added to Korea where we are now modestly overweight. Meanwhile we reduced the extent of our overweight in Hong Kong. Sectorally, our largest overweight remains information technology and this has been increased over the 12 months. We are also overweight financials. Our largest underweights remain consumer staples, utilities and health care although the extent of the underweight to health care has been reduced.

The near-term outlook for domestic growth in China is weak, given headwinds from Covid restrictions and property market weakness. As the market has corrected in recent months valuations in some areas have started to look more attractive, but we still remain substantially underweight.

The Indian market outperformed strongly in 2021. Near term this has left it looking relatively fully valued versus the rest of the region although we remain positive on the longer-term potential in many sectors.

The outlook for the Korean and Taiwanese markets remains heavily dependent on the broader global information technology cycle. Markets continue to worry about a possible slowdown; we think a flattening out in demand is more likely than a sharp drop-off.

More generally, the market's performance will continue to be driven by the outlook for inflation, nominal GDP and earnings growth. Given the uncertain outlook, portfolio construction remains focused on maintaining a healthy level of diversification.

**Fund Manager:
Richard Sennitt**



Investment career commenced in 1993, upon joining Schroders

Currently a fund manager for Pacific Equities based in London. Solely focussed on Pacific Equities having handed over Global Small Cap responsibilities at the end of 2020

In 2007, whilst maintaining specialist Pacific fund management responsibilities, Richard joined the Global Small Cap team. In 1997, he moved onto the Pacific team, where he had a broad exposure to both developed and emerging markets as a regional fund manager. Richard initially joined Schroders in 1993, as an analyst on the Japanese Equity Team Associate member of the UK Society of Investment Professionals (UKSIP). Member of the CFA Institute

BA, Oxford University

**Assistant Fund Manager:
Abbas Barkhordar**



Abbas is currently a Fund Manager, Pacific Equities having joined the Asian specialist team in July 2020

Joined Schroders in 2007 on the graduate scheme as an analyst on the Emerging Market Equities team

Strategy Analyst for the Global Emerging Markets funds from 2007-2014. This involved specifying and back-testing quantitative models to guide the funds' asset allocation, as well as producing written research into economic, sector, industry and thematic trends

Senior Analyst for the Frontier Markets fund since its launch in 2010. Regional coverage included all of Frontier Asia

In addition to equity analysis, the role involved strategy, risk management and significant input into portfolio construction Master's Degree in Physics (MPhys) from Oxford University CFA Charterholder since 2011

¹ Source: Refinitiv Eikon Datastream.

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Risk Profile

Risk and reward indicator



The risk category was calculated using historical performance data and may not be a reliable indicator of the Fund's future risk profile. The Fund's risk category is not guaranteed to remain fixed and may change over time. A Fund in the lowest category does not mean a risk-free investment.

For specific risks, including the risk and reward profile, please refer to the Key Investor Information Document available on the following website www.schroders.com.

Statement of the Manager's Responsibilities

The Financial Conduct Authority's Collective Investment Schemes sourcebook requires the Manager to prepare accounts for each annual and half yearly accounting period, in accordance with United Kingdom Generally Accepted Accounting Practice, which give a true and fair view of the financial position of the Fund and of its net revenue and the net capital 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 31 December 2021 were signed on 22 February 2022 on behalf of the Manager by:

P. Chislett
Directors

S. Reedy

Portfolio Statement

	Holding at 31.12.21	Market Value £000's	% of net assets
Equities 93.89% (94.45%)			
Australia 0.64% (0.68%)			
Orica	1,633,751	11,997	0.64
		11,997	0.64
Bermuda 1.46% (2.44%)			
Johnson Electric Holdings	5,180,000	8,104	0.43
Kerry Properties	10,009,500	19,242	1.03
		27,346	1.46
Cayman Islands 12.29% (18.74%)			
Alibaba Group Holding	4,869,740	54,786	2.94
ASM Pacific Technology	1,260,900	10,042	0.54
JD.com A	905,001	23,465	1.26
Sea ADR	211,784	35,172	1.88
Shenzhen International Group Holdings	1,637,300	23,165	1.24
Tencent Holdings	1,913,600	82,744	4.43
		229,374	12.29
China 7.09% (5.57%)			
Hongfa Technology A	2,503,723	21,637	1.16
Midea Group A	2,283,428	19,524	1.05
Midea Group (UBS) Warrant 27/05/2022	2,655,087	22,702	1.22
Oppein Home Group A	1,356,744	23,182	1.24
Ping An Insurance Group Co. of China H	4,675,000	24,859	1.33
Zhejiang Sanhua Intelligent Controls A	6,950,918	20,372	1.09
		132,276	7.09
Germany 0.93% (0.76%)			
adidas	81,594	17,377	0.93
		17,377	0.93
Hong Kong 8.93% (9.76%)			
AIA Group	5,750,600	42,804	2.29
BOC Hong Kong Holdings	13,585,000	32,870	1.76
Hang Lung Group	12,881,000	20,152	1.08
Hang Lung Properties	4,647,000	7,050	0.38
Hong Kong Exchanges & Clearing	580,400	25,030	1.34
Swire Properties	5,069,800	9,362	0.50
Techtronic Industries	2,006,000	29,464	1.58
		166,732	8.93
India 14.46% (12.51%)			
Apollo Hospitals Enterprise	577,613	28,828	1.54
Container Corp. of India	2,261,633	13,784	0.74
Gujarat Pipavav Port	6,357,956	6,283	0.34
HDFC Bank	3,727,404	54,811	2.94
ICICI Bank	4,389,932	32,278	1.73
ICICI Bank ADR	571,505	8,359	0.45
Infosys	1,561,424	29,358	1.57

	Holding at 31.12.21	Market Value £000's	% of net assets
Maruti Suzuki India	395,632	29,156	1.56
Phoenix Mills	1,731,844	16,963	0.91
Reliance Industries	1,059,636	24,923	1.33
Tata Consultancy Services	678,215	25,172	1.35
		269,915	14.46
Indonesia 1.62% (1.09%)			
Bank Mandiri Persero	83,216,800	30,283	1.62
		30,283	1.62
Italy 1.17% (1.23%)			
PRADA	4,624,200	21,852	1.17
		21,852	1.17
Netherlands 0.85% (2.01%)			
ASML Holding	26,612	15,790	0.85
		15,790	0.85
Singapore 4.31% (4.83%)			
Oversea-Chinese Banking	4,378,529	27,336	1.47
Singapore Exchange	4,403,700	22,429	1.20
United Overseas Bank	1,520,700	22,402	1.20
Venture	820,400	8,222	0.44
		80,389	4.31
South Korea 15.89% (14.49%)			
LG Household & Health Care	23,645	16,095	0.86
NAVER	170,598	40,104	2.15
NHN KCP	609,988	11,498	0.62
Samsung Electronics	2,164,645	105,268	5.64
Samsung Electronics GDR	29,245	35,594	1.91
Samsung Electronics Preference	694,446	30,709	1.64
Samsung SDI	80,115	32,591	1.75
SK Hynix	303,901	24,632	1.32
		296,491	15.89
Taiwan 18.31% (14.54%)			
Delta Electronics	3,172,000	23,278	1.25
Giant Manufacturing	2,897,000	26,671	1.43
Hon Hai Precision Industry	12,448,246	34,548	1.85
MediaTek	1,578,000	49,900	2.67
Novatek			
Microelectronics	1,895,000	27,206	1.46
Taiwan Semiconductor Manufacturing	10,969,510	180,027	9.65
		341,630	18.31
Thailand 1.72% (1.41%)			
Bangkok Dusit Medical Services NVDR	18,100,600	9,201	0.50
Kasikornbank NVDR	7,297,800	22,823	1.22
		32,024	1.72
United Kingdom 3.04% (2.75%)			
BHP Group	1,701,615	37,418	2.01

Portfolio Statement (continued)

	Holding at 31.12.21	Market Value £000's	% of net assets
Rio Tinto	393,086	19,230	1.03
		56,648	3.04
United States of America 1.18% (1.64%)			
Yum China Holdings	598,129	22,015	1.18
		22,015	1.18
Equities total		1,752,139	93.89
Collective Investment Schemes 3.91% (4.04%)			
Asia Pacific ex Japan Equity Funds 3.91% (4.04%)			
Schroder AsiaPacific Fund [†]	4,364,689	25,621	1.37

	Holding at 31.12.21	Market Value £000's	% of net assets
Schroder India Equity Fund - Class X Accumulation GBP [†]	10,000,000	7,109	0.38
Vietnam Enterprise Investments C [§]	5,252,802	40,184	2.16
		72,914	3.91
Collective Investment Schemes total		72,914	3.91
Portfolio of investments		1,825,053	97.80
Net other assets		41,053	2.20
Net assets attributable to unitholders		1,866,106	100.00

The comparative percentage figures in brackets are as at 30 June 2021.

Unless otherwise stated, all securities are admitted to official stock exchange listings or are permitted collective investment schemes.

† A related party to the Fund.

§ Closed ended Fund.

^ Unlisted, suspended or delisted security.

Statement of Total Return (unaudited)

For the six months ended 31 December 2021

	31.12.21		31.12.20	
	£000's	£000's	£000's	£000's
Income				
Net capital (losses)/gains		(87,275)		283,251
Revenue	16,323		10,098	
Expenses	(7,493)		(6,394)	
Net revenue before taxation	8,830		3,704	
Taxation	(3,755)		(845)	
Net revenue after taxation		5,075		2,859
Total return before distributions		(82,200)		286,110
Distributions		1,212		389
Change in net assets attributable to unitholders from investment activities		(80,988)		286,499

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

For the six months ended 31 December 2021

	31.12.21		31.12.20	
	£000's	£000's	£000's	£000's
Opening net assets attributable to unitholders		1,733,303 [^]		1,157,401
Amounts receivable on issue of units	352,128		226,943	
Amounts payable on cancellation of units	(138,769)		(53,753)	
		213,359		173,190
Dilution adjustment		432		26
Change in net assets attributable to unitholders from investment activities		(80,988)		286,499
Closing net assets attributable to unitholders		1,866,106		1,617,116[^]

[^] 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 31 December 2021

	31.12.21	30.6.21
	£000's	£000's
Assets		
Investments	1,825,053	1,707,053
Current assets		
Debtors	3,368	7,709
Cash and bank balances	47,487	42,840
Total assets	1,875,908	1,757,602
Liabilities		
Provisions for liabilities	(8,108)	(6,714)
Creditors		
Bank overdrafts	-	(183)
Distributions payable	-	(7,151)
Other creditors	(1,694)	(10,251)
Total liabilities	(9,802)	(24,299)
Net assets attributable to unitholders	1,866,106	1,733,303

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 30 June 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

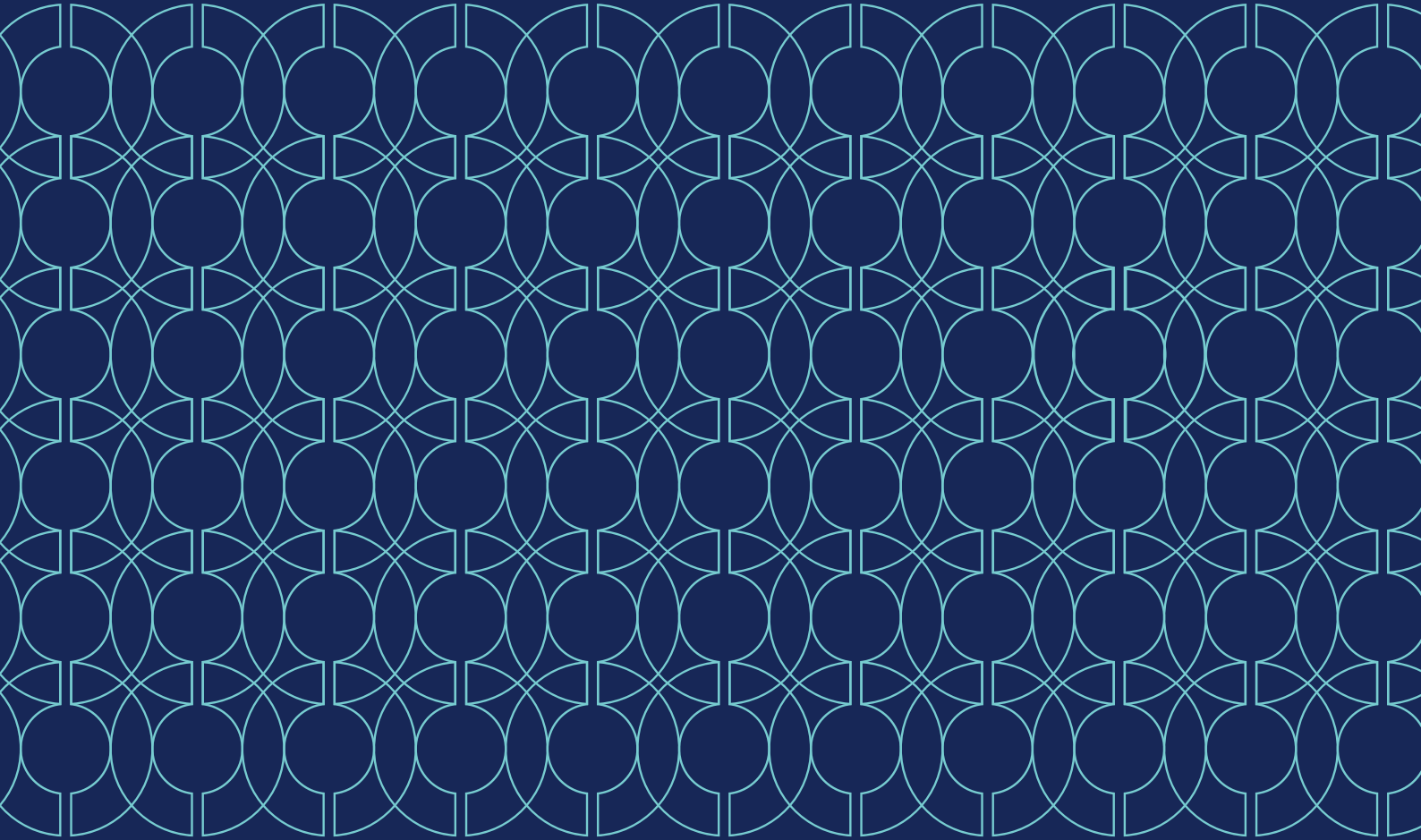
The Fund is an authorised unit trust and is constituted pursuant to the Collective Investment Schemes sourcebook and is structured as a trust. The Fund is a UCITS scheme for the purpose of the categorisation of the Collective Investment Schemes sourcebook.

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 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.



EST. 1804

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

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