

Schroders

SCHRODER SINGAPORE FIXED INCOME FUND

Semi-Annual Report & Financial Statements

December 2023



SCHRODER SINGAPORE FIXED INCOME FUND

Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005

Manager

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Further Information

Schroders is a Foreign Account Tax Compliance Act ("FATCA") compliant organisation. Please find the FATCA classification of this Fund and its Global Intermediary Identification Number ("GIIN") below.

FATCA entity classification: Nonreporting IGA FFI / Sponsored Investment Entity
GIIN: WM9S4Z.00008.SF.702

COMMENTARY**Market review**

2023 started with declining expectations for global growth and elevated fears of an onset of a recession amid the higher-for-longer rate environment. The global economy turned out to be in a better shape. This was despite the Middle East tension, bond sell-offs, regional banking crisis and central banks' relentless policy rate hikes. Across the major regions, labour market stayed tight, inflation continued to trend lower and consumer spending remained strong. The year soon ended with a Santa rally amidst growing excitement that central banks will cut interest rates sooner in 2024 than previously expected. The end of "high-for-longer" rates fears boosted returns across major asset classes towards the end of the year. Equity markets as represented by the S&P 500 returned +8.0% in H2 2023. Fixed income markets ended the period filled with optimism, given market expectations of early central bank cuts.

Throughout 2023, the US economy has proved remarkably resilient, particularly from US consumers that have overcome headwinds of falling real incomes, higher interest rates and tighter credit conditions. Streams of data surprises were enough to lift risk markets and point the market towards the possibility of a soft landing scenario. Q4 GDP advance estimates surpassed expectations and continued to show an upward trajectory, increasing 3.3% year over year (y/y). Resilient private domestic final demand was the key driver. Consumer spending reaccelerated at the close of 2023 while December new home sales rose to 664k amid declining mortgage rates. The Federal Reserve's (Fed) preferred inflation measure, core PCE, continued to moderate lower to 3.2% y/y in November while the labour market remains tight and growth resilient, paving the path for a soft landing for the US economy. During the last Federal Open Market Committee meeting, Fed chair Jerome Powell indicated that the central bank was aware of the risk of keeping rates at restrictive levels for too long. Minutes from the latest policy meeting showed policymakers expect rates to end next year at 4.50%-4.75%, down from the current 5.25%-5.50% range.

Despite the weak global backdrop, Asia's growth also demonstrated resilience due to the export tailwind and domestic offset. The labour market remains healthy, with ongoing job gains and steady real income growth. Consumer Price Index inflation also continues to moderate across most Asian economies, albeit divergence in moderation given the labour market tightness, the stage of business cycle, the size of fiscal subsidies and exposure to external supply shocks. That said, Asian central banks were still weary of upside risks to inflation and kept policy rates unchanged in the H2 2023. Shadowing the Fed, Asian central banks would likely stay on hold till the Fed makes its first move to pivot.

Advance estimates for Q4 GDP in Singapore indicated growth of 2.8% y/y, driven by a turnaround in the manufacturing sector that expanded by 3.2% y/y in Q4 vs a 4.7% contraction in the prior quarter – the result of output expansion. Services sector momentum on the other hand, appears to be slowing. While non-oil domestic exports (NODX) registered their first positive print in 14 months in November at 1.0% y/y, it was soon reversed when NODX ended the year at -1.5% y/y in December – reflecting the rather bumpy exports recovery path particularly with the projected slowdowns in Singapore's major export destinations. Electronics exports also remained sluggish through the period ending the year at -11.7% y/y as a reflection of rather dreary global electronics demand. Core inflation rose 3.3% y/y in December, partly due to volatile travel costs. With inflation volatility well-anticipated by the MAS, their stance is likely to stay as an extended hold.

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Singapore bonds posted positive returns of 2.7% for H2 2023, led by the outperformance of the spreads sector (as measured by the iBoxx ALBI Non-Government Total Return Index) which returned 4.3% vs the government bonds sector (as measured by the iBoxx ALBI Singapore Government Total Return index) which returned 2.1%.

Performance

The Schroder Singapore Fixed Income Fund outperformed its benchmark over the 6-month period. The A share class returned 3.3% (net returns) and the I share class returned 3.5% (net returns), while the benchmark returned 2.7%.

Both spreads and rates drove returns in H2 2023. Security selection in the government related segment and Financials sector in the SGD credit space aided performance. The rally in the Asian USD credit space in Q4 also ensured the Fund's allocation to the Schroder Asian Investment Grade Credit contributed meaningfully to returns.

The Fund's overall underweight Singapore duration stance hurt returns though slightly cushioned with the long US duration positioning with the use of US Treasury futures. In contrast, curve positioning particularly the overweight in the belly (7-15 years) of the SGS curve was a positive for returns.

Outlook

Most New Year resolutions tend to revolve around motivation for change and that should certainly apply to markets as well. Especially with overly optimistic markets getting ahead of itself with regards to pricing for Fed rate cuts for the year though some semblance of a reality check appears to be at play. Expectations for a first cut in March would likely need to be taken back a notch particularly with the resilience of the US economy and the still-tight labour market leaving room for the Fed to stay on hold while awaiting the lagged effects of their monetary policy to play out in financial markets. The consensus view remains for the US economy to achieve a soft landing.

Though still heavily reliant on its external environment, growth in Singapore would still stay on course. This is particularly so with the encouraging rebound in the manufacturing and construction sectors in the second half of 2023 that outpaced the slowing momentum in domestic services and tourism.

The MAS is likely to stay on an extended hold with expectations for upside in inflation risks on the back of the oncoming 1% GST hike as well as utilities price hike. The labour market though still tight, has been easing per expectations, driven by supply normalisation as well as some demand softness last year. The MAS, would thus be comfortable with keeping with their current FX policy settings.

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The SGD credit space has had a good run in 2023, though a lot is riding on the Fed's policy stance – both magnitude and pace for this segment of the market in 2024. Net interest margins (NIM) for banks have hit multi-year peaks and would still be a beneficiary for the current elevated rates backdrop. That said, with rate cuts an increasingly unpreventable scenario, the NIM expansion story would be coming to an end soon, replaced with credit cost concerns instead as the lagged effects of monetary policy finally start to catch up. Higher borrowing costs would certainly raise refinancing concerns for the property sector as well. While underlying fundamentals remain positive, prospects of slower global growth as well as potential uptick in vacancies (especially in the retail space given the relatively higher rental cost in Singapore vs its regional peers as well as the sluggish return of Chinese tourists) would be challenges for the property sector. We thus continue to prefer property names with a higher proportion of their debt in fixed rates as well as keep our exposures diversified in the Financial sector.

31 December 2023

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF TOTAL RETURN***For the financial period ended 31 December 2023 (Unaudited)*

	31 Dec 2023 \$	31 Dec 2022 \$
Income		
Interest on deposits with banks	125,628	58,560
Less: Expenses		
Management fees	855,379	889,318
Trustee fees	104,376	106,913
Valuation fees	78,573	80,702
Custodian fees	55,392	57,700
Registration fees	136,613	140,417
Audit fees	3,380	8,524
Transaction costs	1,746	1,746
Others	46,862	31,837
	1,282,321	1,317,157
Net expense	(1,156,693)	(1,258,597)
Net gains or losses on value of investments and financial derivatives		
Net gains on investments	22,811,080	1,404,453
Net gains/(losses) on spot foreign exchange contracts	6,506	(1,787)
Net gains on forward foreign exchange contracts	3,088	-
Net gains on futures contracts	1,318,275	67,665
Net (losses)/gains on swap contracts	(691,936)	208,867
Net foreign exchange losses	(131,355)	(177,736)
	23,315,658	1,501,462
Total return for the period	22,158,965	242,865

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF FINANCIAL POSITION***As at 31 December 2023 (Unaudited)*

	31 Dec 2023 \$	30 Jun 2023 \$
ASSETS		
Portfolio of investments	662,669,833	675,377,109
Bank balances	6,621,615	27,545,600
Sales awaiting settlement	-	8,994,631
Receivables	269,462	3,096,037
Financial derivatives	28,983	-
Margin account	2,982,705	2,451,600
Total assets	672,572,598	717,464,977
LIABILITIES		
Purchases awaiting settlement	-	31,186,800
Payables	233,850	8,721,859
Financial derivatives	1,162,324	162,076
Total liabilities	1,396,174	40,070,735
EQUITY		
Net assets attributable to unitholders	671,176,424	677,394,242

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS***For the financial period ended 31 December 2023 (Unaudited)*

	31 Dec 2023	30 Jun 2023
	\$	\$
Net assets attributable to unitholders at the beginning of the financial period/year	677,394,242	652,849,719
Operations		
Change in net assets attributable to unitholders resulting from operations	22,158,965	19,391,339
Unitholders' contributions/(withdrawals)		
Creation of units	52,816,578	84,628,902
Cancellation of units	(81,193,361)	(79,475,718)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(28,376,783)	5,153,184
Total (decrease)/increase in net assets attributable to unitholders	(6,217,818)	24,544,523
Net assets attributable to unitholders at the end of the financial period/year	671,176,424	677,394,242

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF PORTFOLIO***As at 31 December 2023 (Unaudited)***Primary**

	Holdings at 31 Dec 2023	Fair value at 31 Dec 2023 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2023 %
By geography			
Quoted			
Collective investment scheme			
SINGAPORE (country of domicile) Schroder Asian Investment Grade Credit Class SGD I Accumulation	29,924,557	34,113,995	5.08
Total Collective investment scheme		34,113,995	5.08
Fixed income			
AUSTRALIA Macquarie Group Ltd EMTN Var 18 Aug 2026	4,750,000	4,807,323	0.72
CHINA China Construction Bank Corp / Singapore EMTN 2.85% 13 Jun 2024	1,750,000	1,741,269	0.26
FRANCE BNP Paribas SA EMTN Var 22 Feb 2032 BNP Paribas SA EMTN Var Perp	750,000 2,000,000	717,499 1,986,936	0.10 0.30
		2,704,435	0.40
GERMANY Commerzbank AG Var 24 Apr 2034	5,000,000	5,269,848	0.78
HONG KONG AIA Group Ltd GMTN Var Perp	6,500,000	5,457,478	0.81
JAPAN Toyota Motor Finance Netherlands BV EMTN 3.15% 19 Jul 2024	6,500,000	6,432,979	0.96
SINGAPORE Ascendas Real Estate Investment Trust EMTN Var Perp CDL Properties Ltd 2.958% 9 May 2024 Changi Airport Group Singapore Pte Ltd MTN 1.88% 12 May 2031 City Developments Ltd MTN 2% 16 Jun 2026 City Developments Ltd MTN 2.7% 23 Jan 2025 City Developments Ltd MTN 3.48% 15 Jun 2026 CLI Treasury Ltd 3.33% 12 Apr 2027 CLI Treasury Ltd MTN 4.2% 12 Apr 2030	6,750,000 5,000,000 6,750,000 3,000,000 9,250,000 1,250,000 3,250,000 1,250,000	6,565,009 4,974,565 6,003,760 2,860,953 9,122,590 1,235,686 3,209,375 1,271,898	0.98 0.74 0.89 0.43 1.36 0.18 0.48 0.19

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF PORTFOLIO***As at 31 December 2023 (Unaudited)***Primary (continued)**

	Holdings at 31 Dec 2023	Fair value at 31 Dec 2023 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2023 %
By geography			
Quoted			
Fixed income			
SINGAPORE (continued)			
Housing & Development Board MTN 1.54% 12 Oct 2028	8,000,000	7,515,904	1.12
Housing & Development Board MTN 1.865% 21 Jul 2033	7,750,000	7,102,046	1.06
Housing & Development Board MTN 1.971% 25 Jan 2029	3,000,000	2,871,147	0.43
Housing & Development Board MTN 2.035% 16 Sep 2026	10,000,000	9,738,850	1.45
Housing & Development Board MTN 2.32% 24 Jan 2028	10,000,000	9,794,200	1.46
Housing & Development Board MTN 2.627% 9 Jun 2025	3,000,000	2,967,495	0.44
Housing & Development Board MTN 3.08% 31 May 2030	500,000	504,977	0.08
Housing & Development Board MTN 3.22% 1 Dec 2026	3,000,000	3,015,453	0.45
Housing & Development Board MTN 3.437% 13 Sep 2029	6,000,000	6,171,492	0.92
Housing & Development Board MTN 3.995% 6 Dec 2029	4,750,000	4,999,375	0.75
Housing & Development Board Series 101 1.845% 15 Mar 2027	10,000,000	9,667,720	1.44
Land Transport Authority of Singapore MTN 3.3% 3 Jun 2054	7,750,000	7,357,230	1.10
Land Transport Authority of Singapore MTN 3.38% 30 Jan 2059	3,750,000	3,646,151	0.54
Land Transport Authority of Singapore MTN 3.45% 30 Jul 2058	4,250,000	4,189,608	0.62
Mapletree Commercial Trust Treasury Co Pte Ltd MTN 3.28% 23 Sep 2024	2,750,000	2,735,970	0.41
Mapletree Industrial Trust MTN Var Perp	4,500,000	4,309,515	0.64
Mapletree Logistics Trust MTN Var Perp	2,250,000	2,193,750	0.33
Mapletree Treasury Services Ltd 3.7% Perp	3,500,000	3,215,240	0.48
Mapletree Treasury Services Ltd MTN 2.85% 29 Aug 2025	500,000	492,408	0.07
Mapletree Treasury Services Ltd MTN 3.4% 3 Sep 2026	750,000	743,181	0.11
MAS Bill Series 84 19 Jan 2024	5,400,000	5,389,608	0.80
MAS Bill Series 84 2 Feb 2024	1,500,000	1,494,774	0.22
MAS Bill Series 84 16 Feb 2024	8,000,000	7,959,828	1.19
MAS Bill Series 84 1 Mar 2024	9,600,000	9,537,254	1.42
MAS Bill Series 84 8 Mar 2024	5,300,000	5,261,392	0.78
MAS Bill Series 84 15 Mar 2024	14,500,000	14,383,587	2.14
MAS Bill Series 84 22 Mar 2024	1,800,000	1,784,221	0.27
National Environment Agency MTN 1.67% 15 Sep 2031	7,500,000	6,862,470	1.02
National Environment Agency MTN 2.5% 15 Sep 2051	6,750,000	5,507,190	0.82
NTUC Fairprice Co-operative Ltd EMTN 3.46% 24 May 2029	4,250,000	4,183,670	0.62
NTUC Income Insurance Cooperative Ltd MTN Var 20 Jul 2050	4,250,000	3,848,150	0.57
Public Utilities Board DMTN 3.433% 30 Aug 2052	750,000	769,995	0.12
Sembcorp Financial Services Pte Ltd 2.45% 9 Jun 2031	3,000,000	2,676,978	0.40
Singapore Government Bond 1.625% 1 Jul 2031	20,000,000	18,530,000	2.76
Singapore Government Bond 1.875% 1 Mar 2050	16,500,000	13,893,000	2.07
Singapore Government Bond 1.875% 1 Oct 2051	17,283,000	14,579,334	2.17

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF PORTFOLIO***As at 31 December 2023 (Unaudited)***Primary (continued)**

	Holdings at 31 Dec 2023	Fair value at 31 Dec 2023 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2023 %
By geography			
Quoted			
Fixed income			
SINGAPORE (continued)			
Singapore Government Bond 2.25% 1 Aug 2036	42,000,000	39,900,000	5.95
Singapore Government Bond 2.375% 1 Jul 2039	17,000,000	16,189,695	2.41
Singapore Government Bond 2.625% 1 Aug 2032	35,000,000	34,772,500	5.18
Singapore Government Bond 2.75% 1 Apr 2042	35,000,000	35,036,750	5.22
Singapore Government Bond 2.75% 1 Mar 2046	17,000,000	16,974,500	2.53
Singapore Government Bond 2.875% 1 Aug 2028	23,000,000	23,209,185	3.46
Singapore Government Bond 2.875% 1 Jul 2029	25,000,000	25,200,000	3.76
Singapore Government Bond 2.875% 1 Sep 2030	30,000,000	30,255,000	4.51
Singapore Government Bond 3% 1 Aug 2072	12,438,000	13,352,193	1.99
Singapore Government Bond 3.375% 1 Sep 2033	33,000,000	34,911,360	5.20
Singapore Technologies Telemedia Pte Ltd MTN Var Perp	7,000,000	6,855,184	1.02
Singapore Technologies Telemedia Pte Ltd Series 1 4.05% 2 Dec 2025	9,000,000	9,044,127	1.35
SingTel Group Treasury Pte Ltd 3.25% 30 Jun 2025	750,000	970,604	0.15
SingTel Group Treasury Pte Ltd MTN Var Perp	8,000,000	7,450,000	1.11
STT GDC Pte Ltd MTN 3.13% 28 Jul 2028	9,250,000	9,021,830	1.34
STT GDC Pte Ltd MTN 3.59% 26 Sep 2024	5,000,000	4,980,570	0.74
Surbana Jurong Pte Ltd EMTN 4.11% 3 Oct 2025	3,500,000	3,513,265	0.52
Temasek Financial I Ltd 2.8% 17 Aug 2071	10,000,000	8,518,620	1.27
United Overseas Bank Ltd GMTN Var Perp	8,000,000	7,530,000	1.12
United Overseas Bank Ltd MTN Var 27 Feb 2029	6,000,000	5,992,866	0.89
UOL Treasury Services Pte Ltd MTN 2.33% 31 Aug 2028	8,500,000	7,923,062	1.18
UOL Treasury Services Pte Ltd MTN 3% 23 May 2024	2,500,000	2,489,683	0.37
		589,227,993	87.79
SOUTH KOREA			
Korea Expressway Corp GMTN 5% 7 Nov 2024	5,000,000	5,022,778	0.75
UNITED KINGDOM			
HSBC Hldg PLC Var 26 Mar 2034	2,500,000	2,618,560	0.39
Accrued interest on fixed income securities		5,273,175	0.79
Total Fixed income		628,555,838	93.65
Portfolio of investments		662,669,833	98.73
Other net assets		8,506,591	1.27
Net assets attributable to unitholders		671,176,424	100.00

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF PORTFOLIO***As at 31 December 2023 (Unaudited)***Primary** (continued)

	Percentage of total net assets attributable to unitholders at 31 Dec 2023 %	Percentage of total net assets attributable to unitholders at 30 Jun 2023 %
By geography (summary)		
Quoted		
Australia	0.72	0.70
China	0.26	1.42
France	0.40	0.96
Germany	0.78	-
Hong Kong	0.81	1.08
Japan	0.96	0.95
Singapore	92.87	93.03
South Korea	0.75	0.74
United Kingdom	0.39	-
Accrued interest on fixed income securities	0.79	0.82
Portfolio of investments	98.73	99.70
Other net assets	1.27	0.30
Net assets attributable to unitholders	100.00	100.00

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF PORTFOLIO***As at 31 December 2023 (Unaudited)***Secondary**

	Fair value at 31 Dec 2023 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2023 %	Percentage of total net assets attributable to unitholders at 30 Jun 2023 %
By industry			
Automobiles & Components	6,432,979	0.96	0.95
Bank	25,856,978	3.85	5.07
Collective investment scheme			
- Fixed income	34,113,995	5.08	5.75
Construction & Engineering	9,517,025	1.41	1.39
Diversified Financial Services	4,807,323	0.72	0.98
Finance	18,576,289	2.77	2.33
Government	367,636,959	54.78	53.72
Insurance	9,305,628	1.38	1.35
Investment	8,518,620	1.27	1.10
Miscellaneous	11,668,072	1.74	2.11
Real Estate	41,674,813	6.21	6.07
Retail	4,183,670	0.62	0.68
Sovereign Agency	92,681,303	13.81	13.82
Telecommunications	22,423,004	3.34	3.12
Transportation & Logistics	-	-	0.44
Accrued interest on fixed income securities	5,273,175	0.79	0.82
Portfolio of investments	662,669,833	98.73	99.70
Other net assets	8,506,591	1.27	0.30
Net assets attributable to unitholders	671,176,424	100.00	100.00

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***STATEMENT OF PORTFOLIO***As at 31 December 2023 (Unaudited)***Secondary** (continued)

	Fair value at 31 Dec 2023 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2023 %	Percentage of total net assets attributable to unitholders at 30 Jun 2023 %
By credit rating			
AAA / Aaa	306,745,891	45.70	48.98
AA / Aa2	5,022,778	0.75	0.74
A+ / A1	8,174,248	1.22	2.65
A / A2	16,269,098	2.42	2.23
BBB+ / Baa1	8,260,792	1.23	1.21
BBB / Baa2	16,633,569	2.48	2.05
BBB- / Baa3	21,290,049	3.17	3.62
Not rated debt securities	240,886,238	35.89	31.65
Non credit-rated investments:			
- Collective investment scheme	34,113,995	5.08	5.75
Accrued interest on fixed income securities	5,273,175	0.79	0.82
Portfolio of investments	662,669,833	98.73	99.70
Other net assets	8,506,591	1.27	0.30
Net assets attributable to unitholders	671,176,424	100.00	100.00

SCHRODER SINGAPORE FIXED INCOME FUND*Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005***UNITS IN ISSUE***For the financial period ended 31 December 2023 (Unaudited)*

Class SGD A Accumulation	31 Dec 2023 Units	30 Jun 2023 Units
At the beginning of the financial period/year	156,389,664	166,642,165
Created	1,303,752	12,363,205
Cancelled	(8,844,304)	(22,615,706)
At the end of the financial period/year	148,849,112	156,389,664
	\$	\$
Net assets attributable to unitholders	193,398,388	196,625,161
Net assets attributable to unitholders per unit	1.30	1.26
 Class SGD I Accumulation	 31 Dec 2023 Units	 30 Jun 2023 Units
At the beginning of the financial period/year	198,978,638	187,101,076
Created	32,944,717	45,870,773
Cancelled	(45,517,518)	(33,993,211)
At the end of the financial period/year	186,405,837	198,978,638
	\$	\$
Net assets attributable to unitholders	297,666,761	306,887,860
Net assets attributable to unitholders per unit	1.60	1.54
 Class SGD I2 Accumulation	 31 Dec 2023 Units	 30 Jun 2023 Units
At the beginning of the financial period/year	188,596,697	188,596,697
Created/Cancelled*	-	-
At the end of the financial period/year	188,596,697	188,596,697
	\$	\$
Net assets attributable to unitholders	180,111,275	173,881,221
Net assets attributable to unitholders per unit	0.96	0.92

* There was no creation and cancellation of units during the financial period/year.

SCHRODER SINGAPORE FIXED INCOME FUND

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UNITS IN ISSUE

For the financial period ended 31 December 2023 (Unaudited)

The Fund currently offers 3 Classes of units, namely Class SGD A Accumulation units, Class SGD I Accumulation units and Class SGD I2 Accumulation units. All 3 Classes of units constitute the Fund and have different features. The key difference between the Classes is the management fee rate applicable to each Class.

Net assets attributable to unitholders ("NAV") is apportioned between all 3 Classes of units based on the proportion of NAV of each Class, which is determined by computing the equivalent number of units of Class SGD A Acc, Class SGD I Acc and Class SGD I2 Acc units in issue. Any expense, income and/or gain which is attributable to a particular Class shall be deducted from or added to the net assets attributable to that Class.

Acc: Accumulation

SCHRODER SINGAPORE FIXED INCOME FUND

Constituted under a Trust Deed in the Republic of Singapore on 1 September 2005

FINANCIAL RATIOS

For the financial period ended 31 December 2023 (Unaudited)

	31 Dec 2023				31 Dec 2022	
	Class SGD A Acc	Class SGD I Acc	Class SGD I2 Acc	Class SGD A Acc	Class SGD I Acc	Class SGD I2 Acc
Expense ratio ¹	0.67%	0.29%	0.20%	0.69%	0.31%	0.23%
	Fund				Fund	
Turnover ratio ²		59.06%			43.19%	

- ¹ The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio was based on total operating expenses divided by the average net asset values for each Class for the year. The total operating expenses do not include brokerage and other transaction costs, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. Expenses which are common to all Classes are apportioned based on the proportion of NAV of each Class. The Fund does not pay any performance fee. The respective values used in the calculation of the expense ratio are disclosed below. The average net asset values are based on the daily balances.

	31 Dec 2023				31 Dec 2022	
Expense ratio calculations	Class SGD A Acc	Class SGD I Acc	Class SGD I2 Acc	Class SGD A Acc	Class SGD I Acc	Class SGD I2 Acc
	\$	\$	\$	\$	\$	\$
Total operating expenses	1,312,568	849,116	350,805	1,461,582	906,290	387,905
Average net asset value	196,157,276	292,393,672	173,186,624	210,994,497	289,294,474	171,833,074

- ² The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower value of purchases or sales of the underlying investments divided by the average daily net asset value.

	31 Dec 2023			31 Dec 2022	
Turnover ratio calculations	Fund			Fund	
	\$			\$	
Lower of purchases or sales	382,477,417	(purchases)		285,447,308	(sales)
Average net asset value	647,621,143			660,844,084	

The expense ratio, including underlying funds' unaudited expense ratio, is not presented as the impact is less than 0.01%.

REPORT TO UNITHOLDERS

31 December 2023

The following is a report on the Schroder Singapore Fixed Income Fund (the "Fund"):

1. Top 10 holdings of the Fund as at 31 December 2023:

	Fair value \$	Percentage of total net assets attributable to unitholders %
Singapore Government Bond 2.25% 1 Aug 2036	39,900,000	5.95
Singapore Government Bond 2.75% 1 Apr 2042	35,036,750	5.22
Singapore Government Bond 3.375% 1 Sep 2033	34,911,360	5.20
Singapore Government Bond 2.625% 1 Aug 2032	34,772,500	5.18
Schroder Asian Investment Grade Credit Class SGD I Acc	34,113,995	5.08
Singapore Government Bond 2.875% 1 Sep 2030	30,255,000	4.51
Singapore Government Bond 2.875% 1 Jul 2029	25,200,000	3.76
Singapore Government Bond 2.875% 1 Aug 2028	23,209,185	3.46
Singapore Government Bond 1.625% 1 Jul 2031	18,530,000	2.76
Singapore Government Bond 2.75% 1 Mar 2046	16,974,500	2.53

Top 10 holdings of the Fund as at 31 December 2022:

	Fair value \$	Percentage of total net assets attributable to unitholders %
Singapore Government Bond 2.25% 1 Aug 2036	68,330,250	10.19
Schroder Asian Investment Grade Credit Class SGD I Acc	50,726,060	7.57
MAS Bill Series 84 3 Mar 2023	41,801,489	6.23
Singapore Government Bond 3.375% 1 Sep 2033	24,528,579	3.66
Singapore Government Bond 1.625% 1 Jul 2031	22,516,448	3.36
Singapore Government Bond 2.75% 1 Apr 2042	22,513,480	3.36
MAS Bill Series 84 24 Mar 2023	18,815,976	2.81
Singapore Government Bond 2.75% 1 Mar 2046	17,731,000	2.65
Singapore Government Bond 2.375% 1 Jul 2039	15,759,000	2.35
MAS Bill Series 84 24 Feb 2023	14,409,549	2.15

The Fund was not invested in other unit trusts, mutual funds or collective investment schemes as at 31 December 2023 other than as stated in the Statement of Portfolio. For the full composition of investments of the Fund as at 31 December 2023 and an analysis of the investments by credit ratings, refer to the Statement of Portfolio on pages 8 to 13.

REPORT TO UNITHOLDERS

31 December 2023

2. The Fund has the following exposure to financial derivatives as at 31 December 2023:

	Fair value \$	Percentage of total net assets attributable to unitholders %
Contracts:		
Forward foreign exchange	28,983	*
Swap	(1,162,324)	(0.17)

* Less than 0.01

The net gain on financial derivatives realised in the period 1 July 2023 to 31 December 2023 amounted to \$1,769,274.

The net loss on outstanding financial derivatives marked to market as at 31 December 2023 amounted to \$1,133,341.

3. The Fund did not have any borrowings as at 31 December 2023.
4. The amount of subscriptions and redemptions in the period 1 July 2023 to 31 December 2023 were as follows:

	\$
Subscriptions	52,816,578
Redemptions	81,193,361

5. Expense Ratio

Class SGD A Accumulation	
1 January 2023 to 31 December 2023	0.67%
1 January 2022 to 31 December 2022	0.69%
Class SGD I Accumulation	
1 January 2023 to 31 December 2023	0.29%
1 January 2022 to 31 December 2022	0.31%
Class SGD I2 Accumulation	
1 January 2023 to 31 December 2023	0.20%
1 January 2022 to 31 December 2022	0.23%

REPORT TO UNITHOLDERS

31 December 2023

6. Turnover of Portfolio

1 July 2023 to 31 December 2023	59.06%
1 July 2022 to 31 December 2022	43.19%

7. Soft dollar commissions/arrangements:

In the management of the Fund and underlying Schroders fund, the Manager currently does not receive or enter into any soft dollar commissions or arrangements.

8. Related Party Transactions

The Manager of the Fund is Schroder Investment Management (Singapore) Ltd. The Trustee is HSBC Institutional Trust Services (Singapore) Limited. The Registrar for the Fund is The Hongkong and Shanghai Banking Corporation Limited. Both Trustee and Registrar are subsidiaries of the HSBC Group. The management fees paid to the Manager and registration fees paid to the Registrar; trustee fees, valuation fees and custodian fees charged by, and interest earned on deposits with, the HSBC Group are shown in the Statement of Total Return.

As at reporting date, the Fund maintained with the HSBC Group, the following bank balances:

	31 Dec 2023 \$	30 Jun 2023 \$
Current accounts	<u>6,621,615</u>	<u>27,545,600</u>

In addition to the above, the management fees are chargeable by:

- i) Schroder Investment Management (Singapore) Ltd as Investment Manager of the following underlying fund:

Underlying fund	Per annum of Net Asset Value
Schroder Asian Investment Grade Credit Class SGD I Acc	-

REPORT TO UNITHOLDERS

31 December 2023

9. Performance of Fund for periods ended 31 December 2023

	3 mths	6 mths	1 yr	3 yrs*	5 yrs*	10 yrs*	Since Launch**
Class SGD A							
Accumulation	4.6%	3.3%	6.2%	-2.3%	0.8%	1.7%	1.9%
Benchmark**	4.6%	2.7%	4.9%	-2.0%	1.3%	2.1%	2.1%
Class SGD I							
Accumulation	4.7%	3.5%	6.6%	-1.9%	1.2%	2.1%	2.6%
Benchmark**	4.6%	2.7%	4.9%	-2.0%	1.3%	2.1%	2.5%
Class SGD I2							
Accumulation	4.7%	3.6%	6.7%	-	-	-	-1.6%
Benchmark**	4.6%	2.7%	4.9%	-	-	-	-1.6%

* Returns of more than 1 year are annualised

Since launch figures from 3 October 2005 (Class SGD I Acc), 19 November 2009 (Class SGD A Acc) and 20 January 2021 (Class SGD I2 Acc)

** Benchmark: The benchmark of the Fund has been changed from the UOB Singapore Government Securities Index - All to the Markit iBoxx ALBI Singapore Index with effect from 1 March 2017.

Source

Fund: Morningstar (\$, bid to bid, net income reinvested, net of fees)

Benchmark: Schroders (\$)

