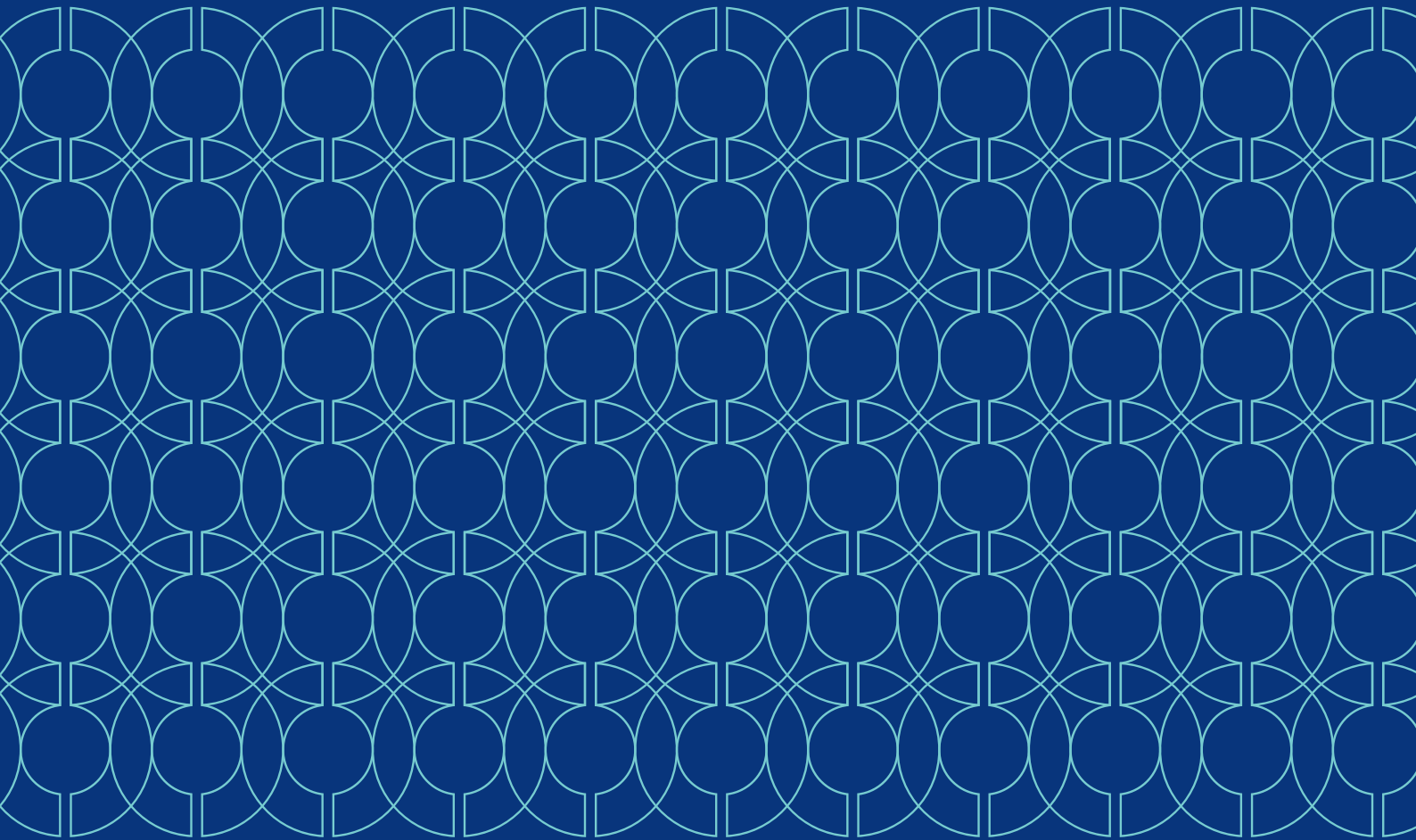


Schroders

SCHRODER MULTI-ASSET REVOLUTION 70

Annual Report & Financial Statements

December 2018



SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

Manager

Schroder Investment Management (Singapore) Ltd
138 Market Street
#23-01 CapitaGreen
Singapore 048946
Company Registration No. 199201080H

Trustee

HSBC Institutional Trust Services (Singapore) Limited
21 Collyer Quay
#13-02 HSBC Building
Singapore 049320
Company Registration No. 194900022R

Auditor

PricewaterhouseCoopers LLP
7 Straits View
Marina One East Tower, Level 12
Singapore 018936

Solicitor to the Manager

Allen & Gledhill LLP
One Marina Boulevard #28-00
Singapore 018989

Solicitor to the Trustee

Shook Lin & Bok LLP
1 Robinson Road
#18-00 AIA Tower
Singapore 048542

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.00012.SF.702

SCHRODER MULTI-ASSET REVOLUTION 70

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COMMENTARY

Market Commentary

Risk assets started the year strongly in January, taking the lead from 2017, which benefitted from synchronised global growth and accommodative financial conditions. The optimistic mood soon gave way to uncertainty over US-China trade war, slowing growth and tighter global liquidity. All risk assets ended the year in negative territory. Global equities lost -7.6% (as measured by MSCI All Country World Index in SGD terms) with US equities (-2.5%) outperforming Europe (-13.1%) and emerging markets (-12.9%) in particular.

Turning to government bonds, the US yield curve shifted upwards and flattened significantly, as the Federal Reserve rose interest rates four times. US ten-year yields rose almost 0.8% until November before falling 0.6% sharply into year-end as growth fears resurfaced. Singapore government bonds fared better, with ten-year yields ending the year just 0.05% higher. Within credit, investment grade corporate bonds and high yield both delivered negative returns, although the losses in Asian bonds were more limited.

On currencies, the US dollar index ended the year up over 4% while the Singapore dollar held up relatively well, appreciating against most major currencies except the US dollar and Japanese yen. Gold had a poor year as rising real interest rates sapped demand.

Fund Performance

The Fund delivered negative returns in 2018. Equities were the key detractor, with most underlying equity strategies delivering double-digit losses against a backdrop of market weakness. However, fixed income exposures were positive, supported mainly by the holdings in sovereigns, which registered positive returns. Our active allocation saw positive contribution from gold and avoided the sharp decline in the asset class during the period between Q2 and Q3 of 2018.

The Fund underperformed the reference benchmark for the year, with both asset allocation and stock selection contributing negatively to relative performance. Stock selection was negative due mainly to an underperformance in the underlying US and Europe equity strategies while an underweight in duration in the underlying fixed income strategies also weighed on relative returns. Asia and Japan equities outperformed and helped offset some losses.

On asset allocation, an underweight in fixed income and overweight equities detracted value as fixed income outperformed. Within equities, the portfolio was hurt mainly by our tactical position in Asia/EM and an underweight in US, notably during the first half of 2018. Despite positive earnings growth, Asia/EM was sold off indiscriminately on fears over US-China rhetoric and a strong US dollar. On the other hand, US rallied and extended its gain since 2009, although the market was sold off eventually during the last quarter and ended 2018 in the negative territory.

The negative impact was reduced as we trimmed our exposure to Asia/EM to mitigate re-emergence risk arising from US-China trade war. At the same time, our increased exposure to sovereign bonds during the second half of 2018 added value as yields fell, as did our diversification into gold which saw a strong rally toward the end of the year.

SCHRODER MULTI-ASSET REVOLUTION 70

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Portfolio Positioning

Valuations have improved for equities after a significant correction in Q4. While earnings growth remains supportive of equities, earnings guidance of corporates has turned more cautious. We prefer to maintain neutral in overall equities although a stabilisation in earnings revisions would be a potential trigger for a more optimistic view on risk assets.

That said, we believe that tactical opportunities remain. Within equities, we are more constructive on Asia/EM given that a lot of negative sentiment has been priced into Asia/EM since the sell-off last year. In addition, with the Federal Reserve signalling a more flexible stance as growth eases, the US dollar is likely to stabilise or weaken. This should result in a more positive environment for Asia/EM equities. On the other hand, we are negative on European equities. The backdrop for European banks remains challenging and the prospect of a stronger euro may become a headwind for European equities. Meanwhile, US equities remain competitive due to solid earnings driven by resilience of the domestic economy but it is subject to negative earnings revision so we prefer to maintain neutral on that front.

On the fixed income side, government bonds have been an effective hedge with the ten-year US Treasury yields at above 3% three months ago. We have added to duration over the second half of 2018 and expect to take some profit tactically. On a six to 12-month view, we expect to be more positive on bonds given our expectation of slower growth in 2019/2020. We remain negative on investment grade credit given unattractive valuations and poor fundamentals. We prefer Asia credit, which has stronger fundamentals and offers higher carry relative to their global counterparts.

We are neutral on broad commodities and continue to hold gold as it benefits from further cyclical weakness, given its potential hedging characteristics, and would also benefit from US dollar weakness.

Whilst some of our positions are predicated on a weaker US dollar (emerging market equities, gold), we are being careful not to build up too much risk on the short US axis, as the dollar tends to rally in a risk-off environment given its safe-haven status.

December 2018

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

REPORT OF THE TRUSTEE

For the financial year ended 31 December 2018

The Trustee is under a duty to take into custody and hold the assets of Schroder Multi-Asset Revolution 70 (the “Fund”) in trust for the unitholders. In accordance with the Securities and Futures Act (Cap. 289), its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, set out on pages 9 to 34, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
HSBC Institutional Trust Services (Singapore) Limited

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

STATEMENT BY THE MANAGER

For the financial year ended 31 December 2018

In the opinion of Schroder Investment Management (Singapore) Ltd, the accompanying financial statements set out on pages 9 to 34, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and portfolio holdings of Schroder Multi-Asset Revolution 70 (the "Fund") as at 31 December 2018, and the financial performance and movements of unitholders' funds for the financial year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of Schroder Investment Management (Singapore) Ltd

**INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF
SCHRODER MULTI-ASSET REVOLUTION 70
(a sub-fund of Schroder International Opportunities Portfolio)
Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006**

Our Opinion

In our opinion, the accompanying financial statements of Schroder Multi-Asset Revolution 70 (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 31 December 2018, and of the financial performance and movements of unitholders' funds for the financial year ended on that date.

What we have audited

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 31 December 2018;
- the Statement of Financial Position as at 31 December 2018;
- the Statement of Movements of Unitholders' Funds for the financial year ended 31 December 2018;
- the Statement of Portfolio as at 31 December 2018; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Other Information

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all sections of the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

**INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF
SCHRODER MULTI-ASSET REVOLUTION 70
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Responsibilities of the Manager for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

The Manager's responsibilities include overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

**INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF
SCHRODER MULTI-ASSET REVOLUTION 70**
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We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants

Singapore, 28 March 2019

SCHRODER MULTI-ASSET REVOLUTION 70*(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF TOTAL RETURN***For the financial year ended 31 December 2018*

	Notes	2018 \$	2017 \$
Income			
Foreign dividends		63,890	39,536
Interest on deposits with banks	10	373	15
		64,263	39,551
Less : Expenses			
Management fees	10	1,982,386	1,931,977
Less : Management fee rebates	10	(77,010)	(63,923)
Trustee fees	10	62,577	61,367
Valuation fees	10	38,569	37,645
Custodian fees	10	318	578
Registration fees	10	121,247	117,864
Audit fees		21,686	19,389
Transaction costs		12,658	17,321
Others		42,866	46,748
		2,205,297	2,168,966
Net expense		(2,141,034)	(2,129,415)
Net gains or losses on value of investments and financial derivatives			
Net (losses)/gains on investments		(10,930,272)	16,068,501
Net losses on spot foreign exchange contracts		(97,574)	(69,286)
Net (losses)/gains on forward foreign exchange contracts		(1,142)	819,741
Net (losses)/gains on futures contracts		(58,441)	13,195
Net losses on options contracts		(30,745)	(391,990)
Net foreign exchange gains/(losses)		69,763	(72,793)
		(11,048,411)	16,367,368
Total (deficit)/return for the year before income tax		(13,189,445)	14,237,953
Less : Income tax	3	(94,123)	(11,861)
Total (deficit)/return for the year		(13,283,568)	14,226,092

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

STATEMENT OF FINANCIAL POSITION

As at 31 December 2018

	Notes	2018 \$	2017 \$
ASSETS			
Portfolio of investments		145,713,919	157,751,880
Bank balances	10	3,348,015	2,686,742
Sales awaiting settlement		-	1,752,888
Receivables	4	389,985	578,084
Financial derivatives	5	51,473	254,678
Margin account	11	376,437	21,831
Total assets		149,879,829	163,046,103
LIABILITIES			
Purchases awaiting settlement		2,198,247	2,548,209
Payables	6	491,055	311,556
Financial derivatives	5	76,543	79,058
Total liabilities		2,765,845	2,938,823
EQUITY			
Net assets attributable to unitholders	7	147,113,984	160,107,280

SCHRODER MULTI-ASSET REVOLUTION 70**(a sub-fund of Schroder International Opportunities Portfolio)**

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the financial year ended 31 December 2018

	Note	2018 \$	2017 \$
Net assets attributable to unitholders at the beginning of the financial year		160,107,280	150,933,930
Operations			
Change in net assets attributable to unitholders resulting from operations		(13,283,568)	14,226,092
Unitholders' contributions/(withdrawals)			
Creation of units		11,534,670	7,228,017
Cancellation of units		(11,244,398)	(12,280,759)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		290,272	(5,052,742)
Total (decrease)/increase in net assets attributable to unitholders		(12,993,296)	9,173,350
Net assets attributable to unitholders at the end of the financial year	7	147,113,984	160,107,280

SCHRODER MULTI-ASSET REVOLUTION 70*(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2018***Primary**

	Holdings at 31 Dec 2018	Fair value at 31 Dec 2018 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2018 %
By geography			
Quoted			
Collective investment schemes			
LUXEMBOURG (country of domicile)			
Schroder International Selection Fund - Asian Opportunities I Accumulation Share Class	264,160	9,033,795	6.14
Schroder International Selection Fund - Emerging Markets I Accumulation Share Class	106,074	2,829,354	1.92
Schroder International Selection Fund - EURO Equity I Accumulation Share Class	139,458	9,637,997	6.55
Schroder International Selection Fund - Global Corporate Bond I Accumulation Share Class	82,407	1,510,676	1.03
Schroder International Selection Fund - Global Equity Alpha I Accumulation Share Class	28,840	9,128,662	6.21
Schroder International Selection Fund - Global Inflation Linked Bond I Accumulation Share Class	109,833	6,009,486	4.08
Schroder International Selection Fund - Japanese Equity I Accumulation Share Class	400,099	7,300,439	4.96

SCHRODER MULTI-ASSET REVOLUTION 70*(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2018***Primary** (continued)

	Holdings at 31 Dec 2018	Fair value at 31 Dec 2018 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2018 %
By geography			
Quoted			
Collective investment schemes			
LUXEMBOURG (continued)			
(country of domicile)			
Schroder International Selection Fund			
- QEP Global Active Value			
I Accumulation Share Class			
	22,507	7,252,560	4.93
Schroder International Selection Fund			
- QEP Global Core			
I Accumulation Share Class			
	547,099	23,804,533	16.18
Schroder International Selection Fund			
- US Large Cap			
I Accumulation Share Class			
	132,729	34,567,970	23.50
		111,075,472	75.50
SINGAPORE			
(country of domicile)			
Schroder Asian Investment Grade Credit			
Class I			
	1,395,755	1,404,130	0.95
Schroder Global Quality Bond Class I			
USD Accumulation			
	9,749,369	12,996,046	8.83
Schroder Singapore Fixed Income Fund			
Class I			
	11,025,381	16,596,506	11.29
		30,996,682	21.07

SCHRODER MULTI-ASSET REVOLUTION 70*(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2018***Primary** (continued)

	Holdings at 31 Dec 2018	Fair value at 31 Dec 2018 \$	Percentage of total net assets attributable to unitholders at 31 Dec 2018 %
By geography			
Quoted			
Collective investment schemes			
UNITED STATES OF AMERICA (country of domicile)			
SPDR Gold Shares ETF	22,120	<u>3,641,765</u>	<u>2.48</u>
Portfolio of investments		145,713,919	99.05
Other net assets		<u>1,400,065</u>	<u>0.95</u>
Net assets attributable to unitholders		<u>147,113,984</u>	<u>100.00</u>

SCHRODER MULTI-ASSET REVOLUTION 70*(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***STATEMENT OF PORTFOLIO***As at 31 December 2018***Primary** (continued)

	Percentage of total net assets attributable to unitholders at 31 Dec 2018	Percentage of total net assets attributable to unitholders at 31 Dec 2017
	%	%
By geography (summary)		
Quoted		
Luxembourg	75.50	76.61
Singapore	21.07	17.17
United States of America	2.48	4.75
Portfolio of investments	99.05	98.53
Other net assets	0.95	1.47
Net assets attributable to unitholders	100.00	100.00

Secondary

	Fair value at 31 Dec 2018	Percentage of total net assets attributable to unitholders at 31 Dec 2018	Percentage of total net assets attributable to unitholders at 31 Dec 2017
	\$	%	%
By asset class			
Collective investment schemes			
- Alternative investments	3,641,765	2.48	0.95
- Equities	103,555,310	70.39	76.20
- Fixed income	38,516,844	26.18	21.38
Portfolio of investments	145,713,919	99.05	98.53
Other net assets	1,400,065	0.95	1.47
Net assets attributable to unitholders	147,113,984	100.00	100.00

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General

Schroder Multi-Asset Revolution 70 (the “Fund”) is a sub-fund of Schroder International Opportunities Portfolio, a Singapore umbrella fund constituted by a Deed of Trust dated 3 January 2006 (and as amended, restated and supplemented from time to time) (thereafter referred to as “Trust Deed”). The Trust Deed is governed in accordance with the laws of the Republic of Singapore. The Manager of the Fund is Schroder Investment Management (Singapore) Ltd and the Trustee is HSBC Institutional Trust Services (Singapore) Limited.

The Fund, which was launched on 15 June 2011, aims to achieve medium to long term capital growth through investment in investment funds investing in equities, bonds and other fixed income securities in global markets, as well as investment directly in those types of assets. The Fund may also gain exposure to alternative asset classes including but not limited to real estate and commodities related securities for additional diversification.

The allocation to equities and bonds in the Fund is in the proportion of approximately 70:30.

The Fund is single priced and may suffer a reduction in value as a result of the transaction costs incurred in the purchase and sale of its underlying investments and the spread between the buying and selling prices of such investments caused by subscriptions, redemptions and/or switching in and out of the Fund. This is known as “dilution”. In order to counter this and to protect unitholders’ interests, with effect from 1 October 2018, the Manager will apply “dilution adjustment” as part of its daily valuation policy. This will mean that in certain circumstances the Manager (if in its opinion in good faith it is in the interest of unitholders to do so) will make adjustments in the calculations of the net asset value per unit, to counter the impact of dealing and other costs on occasions when these are deemed to be significant.

The need to make a dilution adjustment will depend upon the net value of subscriptions, switching and redemptions received by the Fund for each dealing day. The Manager therefore reserves the right to make a dilution adjustment where the Fund experiences a net cash movement which exceeds a threshold of the previous dealing day’s total net asset value.

Any dilution adjustment as at the last dealing day of the year will be disclosed under units in issue.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

2. Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss, and in accordance with the Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" ("RAP 7") issued by the Institute of Singapore Chartered Accountants.

(b) Recognition of income

Dividend income is recorded gross in the Statement of Total Return in the accounting year in which a dividend is declared payable by the underlying fund. Interest income on deposits is recognised on a time proportion basis using the effective interest method.

(c) Investments

Investments are classified as financial assets held at fair value through profit or loss. Purchases of investments are recognised on trade date. Investments are recorded at fair value on initial recognition, and subsequently carried at fair value. The fair value of investments in underlying funds is based on the quoted net asset value of the underlying fund on the reporting date.

Investments are derecognised on the trade date of disposal. Net gains or losses on investments are taken up in the Statement of Total Return.

(d) Foreign currency translation

The Fund may hold assets and liabilities denominated in currencies other than Singapore dollars. The financial statements are presented in Singapore dollars, which is the Fund's functional and presentation currency.

Foreign currency transactions during the year are translated into Singapore dollars at the rates of exchange ruling on the transaction dates. Foreign currency monetary assets and liabilities are translated into Singapore dollars at the rates of exchange ruling at the reporting date. Foreign exchange gains or losses resulting from the settlement of foreign currency transactions and from the translation at year end exchange rates of foreign currency monetary assets and liabilities, are taken to the Statement of Total Return.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

2. Significant accounting policies (continued)

(e) Financial derivatives

Financial derivatives are recognised at fair value on the date in which a financial derivative contract is entered into and are subsequently re-measured at their fair values. Fair values are obtained from quoted market prices in active markets, including recent market transactions. A financial derivative is carried as an asset when its fair value is positive, and as a liability when its fair value is negative.

Net gains or losses on financial derivatives held for protection or enhancement of investments are taken to the Statement of Total Return as gains or losses on financial derivatives.

(f) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

(g) Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity often has some or all of the following features or attributes: (a) restricted activities, (b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors, (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

2. Significant accounting policies (continued)

(g) Structured entities (continued)

The Fund considers its investment in the underlying funds (the “Investee Funds”) to be investment in unconsolidated structured entities. The Fund invests in the Investee Funds whose objectives range from achieving short to long term capital growth and whose investment strategies do not include the use of leverage. The Investee Funds are managed by related asset managers and apply various investment strategies to accomplish their respective investment objectives. The Investee Funds finance their operations by issuing redeemable shares which are puttable at the holder’s option and entitles the holder to a proportional stake in the respective fund’s net assets. The Fund holds redeemable shares in each of the Investee Funds.

The change in fair value of the Investee Funds is included in the net gains or losses on investments taken up in the Statement of Total Return as described in note 2(c).

3. Income tax

The Fund has been approved by the Monetary Authority of Singapore under the Enhanced-Tier Fund Tax Incentive Scheme (Section 13X of the Income Tax Act) and is included in the Central Provident Fund Investment Scheme. Subject to certain conditions being met on an annual basis, the Fund will be granted tax exemption on the specified income in respect of any designated investment for the life of the Fund. The tax exemption does not apply in the year when the relevant conditions are not met. The terms “specified income” and “designated investments” are defined in the relevant Income Tax legislations and MAS Circulars.

	2018	2017
	\$	\$
Singapore income tax	74,938	-
Foreign income tax	19,185	11,861
	94,123	11,861

The Singapore income tax represents tax deducted at source for Singapore sourced dividends. The foreign income tax represents tax deducted at source on dividends derived from outside Singapore and received in Singapore.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

4. Receivables

	2018 \$	2017 \$
Amount receivable for creation of units	318,686	568,840
Dividend receivables	-	4,204
Management fee rebate receivable	8,144	5,018
Refund of GST	63,104	-
Other	51	22
	389,985	578,084

5. Financial derivatives

Financial derivative contracts comprise spot and forward foreign exchange contracts due for settlement or contractual re-pricing within 3 months (2017: within 3 months) from the reporting date. The contracted or underlying principal amounts of these financial derivatives and their corresponding gross fair values at the reporting date are analysed below.

	Notional amount \$	Fair value assets \$	Fair value liabilities \$
2018			
Contracts:			
Spot foreign exchange	2,197,156	-	(2,776)
Forward foreign exchange	23,249,243	51,473	(73,767)
2017			
Contracts:			
Spot foreign exchange	795,321	-	(3,279)
Forward foreign exchange	34,718,036	254,678	(75,779)

SCHRODER MULTI-ASSET REVOLUTION 70*(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2018***6. Payables**

	2018 \$	2017 \$
Amount payable for cancellation of units	281,318	50,624
Accrued management fees	159,649	169,030
Accrued trustee fees	5,106	5,331
Accrued valuation fees	2,935	2,386
Other accrued expenses	42,047	84,185
	491,055	311,556

7. Units in issue

	2018 Units	2017 Units
At the beginning of the financial year	107,991,029	111,597,926
Created	7,724,815	5,092,386
Cancelled	(7,638,499)	(8,699,283)
At the end of the financial year	108,077,345	107,991,029
	\$	\$
Net assets attributable to unitholders	147,113,984	160,107,280
Net assets attributable to unitholders per unit	1.36	1.48
Effect for movement in the net asset value between the last dealing date and the financial year end date [^]	-	*
Effect of valuation adjustment [#]	*	-
Net assets attributable to unitholders per unit for issuing/redeeming of units	1.36	1.48

* Less than 0.01

[^] The net asset value for the purposes of processing unit subscription and redemption was established in accordance with the methodology indicated in the Fund's Prospectus. This item reflects the movement in the net asset value per unit between the last dealing date and the financial year end date of 2017. There is no such movement for year 2018.

[#] The prices as at 31 December 2018 for some of the Investee Funds are unavailable during the calculation of the net asset value. This item reflects the movement in the net asset value per unit due to latest available price used in accordance with the methodology as indicated in the Fund's Prospectus. There was no such movement for year 2017.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management

The Fund's activities expose it to a variety of risks including but not limited to market risk (including price risk, interest rate risk and currency risk), liquidity risk and credit risk. The Manager does not consider these risks to be wholly identical to the risks of the underlying funds which are managed by the respective managers of the underlying funds.

The overall responsibility for the management of the Fund's financial risks lies with the Manager whom, among other things, will regularly assess the economic condition, monitor changes in market outlook and take appropriate measures accordingly to manage the Fund's exposure to these risks. The Manager may from time to time employ derivatives including but not limited to options, futures and currency forwards, subject to the terms of the Trust Deed, for the purpose of efficient portfolio management.

The data used and assumptions made in the sensitivity analyses below may not reflect actual market conditions, nor is it representative of any potential future market conditions. The sensitivity analyses can be complex and the disclosures made here are not exhaustive. The market exposures change regularly and the assumptions made below may not be representative of the risk taken throughout the year. The sensitivity analyses below should not be solely relied upon by investors in their investment decision making.

(a) Market risk

Market risk is the risk of potential adverse changes to the value of financial instruments because of changes in market conditions such as interest rate and currency rate movements and volatility in security prices.

At reporting date, the Fund's assets principally consist of investments into underlying funds. Investments held by the underlying funds may include equities, debt securities and alternative investments traded in global markets.

The Fund's investments in the underlying funds are subject to the fluctuations in the quoted net asset value of the underlying funds. Such risk is primarily managed by the respective managers of the underlying funds. The Manager monitors the performance of the Fund on a regular basis, so as to assess changes in fundamentals and valuation. The Manager may also select other financial instruments within the investment guidelines as set out in the Fund's Trust Deed. Guidelines are set to reduce the Fund's risk exposure to market volatility through diversifying the portfolio by investing across different asset classes through the underlying funds.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(a) Market risk (continued)

The Fund's exposure to market risk are discussed below:

(i) Price risk

The table below summarises the potential impact of increases/decreases in the returns of each of the asset classes to which the Fund is exposed through the underlying funds, on the Fund's net assets attributable to unitholders at reporting date. The analysis is based on the assumption that the returns on each asset class increases/decreases by a reasonable possible shift, with all other variables held constant. This represents management's best estimate of a reasonable possible shift having regard to the historical movement in the quoted net asset value of the underlying funds within each asset class in their denominated currencies.

Asset class	2018		2017	
	Reasonable possible change %	Impact on net assets attributable to unitholders \$	Reasonable possible change %	Impact on net assets attributable to unitholders \$
Alternative investments	6	218,506	7	106,647
Equities	6	6,213,319	6	7,319,878
Fixed income	1	385,168	1	342,304

The disclosure above is shown in absolute terms, changes and impacts could be positive or negative.

(ii) Interest rate risk

The majority of the Fund's financial assets and liabilities are non-interest bearing; as a result, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates. No interest rate sensitivity analysis is presented.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk

The Fund may hold monetary and non-monetary assets and liabilities denominated in currencies other than Singapore dollars. Consequently, the Fund may be exposed to currency risk since the value of these assets and liabilities denominated in other currencies will fluctuate due to changes in exchange rates. The Manager monitors the exposure on all foreign currency denominated assets and liabilities and may manage the currency risks by hedging some or all of the currency risk exposure through derivatives such as forward currency contracts, currency futures, currency swap agreements or currency options.

The table below summarises the Fund's exposure to foreign currencies from its monetary and non-monetary assets and liabilities:

	As at 31 December 2018					
	EUR	JPY	SGD	USD	Others*	Total
	\$	\$	\$	\$	\$	\$
Assets						
Portfolio of investments	15,647,483	7,300,439	18,000,636	104,765,361	-	145,713,919
Bank balances	1	-	3,346,947	1,067	-	3,348,015
Receivables	-	-	384,716	5,269	-	389,985
Margin account	106,867	-	-	19,011	250,559	376,437
Total assets	15,754,351	7,300,439	21,732,299	104,790,708	250,559	149,828,356
Liabilities						
Purchases awaiting settlement	-	-	-	2,198,247	-	2,198,247
Payables	-	-	490,793	262	-	491,055
Total liabilities	-	-	490,793	2,198,509	-	2,689,302
Net financial assets	15,754,351	7,300,439	21,241,506	102,592,199	250,559	147,139,054
Currency spot and forward	(12,265,828)	(3,544,615)	21,049,311	(4,358,874)	(879,994)	
Currency exposure	3,488,523	3,755,824	42,290,817	98,233,325	(629,435)	

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

	EUR \$	JPY \$	As at 31 December 2017		Others*	Total \$
			SGD \$	USD \$		
Assets						
Portfolio of investments	20,639,091	9,835,258	21,898,267	105,379,264	-	157,751,880
Bank balances	-	-	2,676,855	9,887	-	2,686,742
Sales awaiting settlement	-	-	-	1,752,888	-	1,752,888
Receivables	-	-	571,517	6,567	-	578,084
Margin account	-	21,830	-	-	1	21,831
Total assets	20,639,091	9,857,088	25,146,639	107,148,606	1	162,791,425
Liabilities						
Purchases awaiting settlement	-	-	-	2,548,209	-	2,548,209
Payables	-	-	311,172	384	-	311,556
Total liabilities	-	-	311,172	2,548,593	-	2,859,765
Net financial assets						
Currency spot and forward	20,639,091	9,857,088	24,835,467	104,600,013	1	159,931,660
	(10,687,940)	(11,026,182)	28,087,246	(6,101,411)	(271,713)	
Currency exposure	9,951,151	(1,169,094)	52,922,713	98,498,602	(271,712)	

* Foreign currencies to which the Fund does not have a significant exposure are included within 'Others'.

The following table shows the sensitivity of the Fund's monetary and non-monetary assets and liabilities to key foreign currency exposure should the currencies increase or decrease against the Fund's functional currency with all other variables held constant.

Currency	2018		2017	
	Reasonable possible change %	Impact on net assets attributable to unitholders \$	Reasonable possible change %	Impact on net assets attributable to unitholders \$
EUR	2	69,770	4	398,046
JPY	5	187,791	5	(58,455)
USD	3	2,947,000	3	2,954,958

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(b) Liquidity risk

The Fund's liquidity risk arises mainly from redemptions of units. The Fund invests the majority of its assets in liquid investments.

The Fund has the ability to borrow in the short-term for the purposes of meeting redemptions and short-term bridging requirements. Dedicated personnel are responsible for monitoring the Fund's liquidity position on a daily basis to ensure that sufficient cash resources and liquid assets are available to meet liabilities as and when they fall due.

Units are redeemable at the holder's option. However, the Manager also has the option to limit redemption requests to 10% of the total number of units then in issue on each dealing day, with the approval of the Trustee.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months approximate their carrying values as the impact of discounting is not significant.

	2018 Less than 3 months \$	2017 Less than 3 months \$
Purchases awaiting settlement	2,198,247	2,548,209
Payables	491,055	311,556
Financial derivatives	76,543	79,058

All financial derivatives are disclosed above based on fair value as at the reporting date. Spot foreign exchange contracts are settled based on contractual notional amounts on settlement date. Realised gains or losses on forward foreign exchange contracts are settled on maturity date. The notional amounts of all financial derivatives are disclosed in note 5.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(c) Credit risk

The Fund takes on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due, including transactions with counterparties such as issuers, brokers, custodians and banks.

Impairment allowances are made for losses that have been incurred by the reporting date, if any. The Manager has in place procedures for proper credit screening and monitoring of credit risk, including the use of approved counterparties with credit limits set and subject to specified financial strength criteria. Exposure against all counterparties is then monitored on a daily basis.

The Fund's exposure to credit risk arises mainly from its bank balances and assets held with custodians and counterparties. The table below summarises the credit rating of banks, custodians and counterparties with whom the Fund's assets are held as at reporting date.

As at 31 December 2018	Credit rating	Source of credit rating
<u>Bank & Custodian</u>		
The Hongkong and Shanghai Banking Corp Ltd	a1	Moody's
<u>Counterparty</u>		
JPMorgan Chase Bank NA	a2	Moody's
State Street Bank & Trust Co	a1	Moody's
UBS AG	a3	Moody's
<hr/>		
As at 31 December 2017	Credit rating	Source of credit rating
<u>Bank & Custodian</u>		
The Hongkong and Shanghai Banking Corp Ltd	a1	Moody's
<u>Counterparty</u>		
Goldman Sachs Bank	baa1	Moody's
Standard Chartered Bank	baa1	Moody's
State Street Bank & Trust Co	a1	Moody's
UBS AG	baa1	Moody's

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(c) Credit risk (continued)

The credit ratings shown are the Baseline Credit Assessment ratings as published by Moody's.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

The custodians of the underlying funds are JP Morgan Bank Luxembourg SA (for the Luxembourg domiciled funds) and The Hongkong and Shanghai Banking Corporation Limited (for the Singapore domiciled funds). As at 31 December 2018, JP Morgan Bank Luxembourg SA is rated A+ (2017: A-) based on the Long Term Issuer Credit rating by Standard & Poor's. The credit rating of The Hongkong and Shanghai Banking Corporation Limited has been disclosed above.

(d) Fair value estimation

The fair value of financial instruments is based on quoted market prices as at the reporting date. The quoted market price used for the underlying funds is the quoted net asset value of the underlying fund as determined by the underlying fund's administrator and the quoted market price used for other financial assets is the current bid price; the appropriate quoted market price used for financial liabilities is the current asking price.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

SCHRODER MULTI-ASSET REVOLUTION 70*(a sub-fund of Schroder International Opportunities Portfolio)**Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 31 December 2018***8. Financial risk management (continued)****(d) Fair value estimation (continued)**

The following table analyses within the fair value hierarchy the Fund's financial instruments measured at fair value at reporting date:

	As at 31 December 2018			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Financial assets at fair value through profit or loss				
Collective investment schemes	145,713,919	-	-	145,713,919
Financial derivatives	-	51,473	-	51,473
	<u>145,713,919</u>	<u>51,473</u>	<u>-</u>	<u>145,765,392</u>
Liabilities				
Financial liabilities at fair value through profit or loss				
Financial derivatives	-	76,543	-	76,543
	<u>-</u>	<u>76,543</u>	<u>-</u>	<u>76,543</u>
	As at 31 December 2017			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Financial assets at fair value through profit or loss				
Collective investment schemes	157,751,880	-	-	157,751,880
Financial derivatives	-	254,678	-	254,678
	<u>157,751,880</u>	<u>254,678</u>	<u>-</u>	<u>158,006,558</u>
Liabilities				
Financial liabilities at fair value through profit or loss				
Financial derivatives	-	79,058	-	79,058
	<u>-</u>	<u>79,058</u>	<u>-</u>	<u>79,058</u>

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(d) Fair value estimation (continued)

Investments in open-ended investment funds whose net asset value is struck daily, price information is published and readily available and units are subscribed and redeemable on demand at the published price, are classified within level 1. The quoted price for these financial instruments is not adjusted.

Financial instruments that trade in markets not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include over-the-counter derivatives.

There are no financial instruments classified within level 3.

Except for bank balances which are classified as level 1, the Fund's assets and liabilities not measured at fair value at reporting date have been classified as level 2. The carrying amounts of these assets and liabilities approximate their fair values as at the reporting date.

(e) Offsetting financial assets and financial liabilities

The following tables present the Fund's financial assets and liabilities subject to offsetting, enforceable master netting arrangements or similar agreements.

The gross and net positions of financial assets and liabilities that have been offset in the Statement of Financial Position are disclosed in the first three columns of the tables below.

	2018	Gross amounts of recognised financial assets \$	Gross amounts of recognised financial liabilities set-off in the Statement of Financial Position \$	Net amounts of financial assets presented in the Statement of Financial Position \$	Related amounts not set-off in the Statement of Financial Position		
					Financial instruments \$	Cash collateral \$	Net amount \$
Contracts:							
Forward							
foreign							
exchange		51,473	-	51,473	(16,863)	-	34,610

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

8. Financial risk management (continued)

(e) Offsetting financial assets and financial liabilities (continued)

	2018		Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not set-off in the Statement of Financial Position		Net amount
	Gross amounts of recognised financial liabilities	Gross amounts of recognised financial assets set-off in the Statement of Financial Position		Financial instruments	Cash collateral	
	\$	\$	\$	\$	\$	\$
Contracts:						
Spot foreign exchange	2,776	-	2,776	-	-	2,776
Forward foreign exchange	73,767	-	73,767	(16,863)	-	56,904
	2017		Net amounts of financial assets presented in the Statement of Financial Position	Related amounts not set-off in the Statement of Financial Position		Net amount
	Gross amounts of recognised financial assets	Gross amounts of recognised financial liabilities set-off in the Statement of Financial Position		Financial instruments	Cash collateral	
	\$	\$	\$	\$	\$	\$
Contracts:						
Forward foreign exchange	254,678	-	254,678	(23,385)	-	231,293
	2017		Net amounts of financial liabilities presented in the Statement of Financial Position	Related amounts not set-off in the Statement of Financial Position		Net amount
	Gross amounts of recognised financial liabilities	Gross amounts of recognised financial assets set-off in the Statement of Financial Position		Financial instruments	Cash collateral	
	\$	\$	\$	\$	\$	\$
Contracts:						
Spot foreign exchange	3,279	-	3,279	-	-	3,279
Forward foreign exchange	75,779	-	75,779	(23,385)	-	52,394

(f) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

9. Interests in unconsolidated structured entities

The Fund's investment in the Investee Funds is subject to the terms and conditions of the respective Investee Fund's offering documentation and is susceptible to market price risk arising from uncertainties about future values of the Investee Funds. The Manager makes investment decisions after extensive due diligence of each Investee Fund, its investment strategies and the overall quality of the Investee Fund's manager. The Investee Funds in the investment portfolio are managed by portfolio managers who are compensated by the respective Investee Fund for their services. Such compensation generally consists of an asset based fee and is reflected in the valuation of the Fund's investments in each of the Investee Fund.

The Fund has right to request redemption of its investments in the Investee Funds on a daily basis.

The exposure to investments in the Investee Funds at fair value is disclosed under the Statement of Portfolio. These investments are included within "Portfolio of investments" in the Statement of Financial Position.

The Fund's holdings in the Investee Funds, as a percentage of the Investee Funds' total net asset value, will vary from time to time dependent on the volume of subscriptions and redemptions at the Investee Funds level. It is possible that the Fund may, at any point in time, hold a majority of an Investee Fund's total units in issue.

The Fund's maximum exposure to loss from its interests in the Investee Funds is equal to the total fair value of its investments in the Investee Funds.

Once the Fund has disposed of its shares in any of the Investee Funds, the Fund ceases to be exposed to any risk from it.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

10. Related party disclosure

The Manager of the Fund is Schroder Investment Management (Singapore) Ltd. The Registrar for the Fund is Schroder Investment Management (Europe) SA (formerly known as Schroder Investment Management (Luxembourg) SA), a related party of the Manager. The Trustee is HSBC Institutional Trust Services (Singapore) Limited, a subsidiary of the HSBC Group. The management fees, net of any management fee rebates, 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:

	2018 \$	2017 \$
Current accounts	3,348,015	2,686,742

11. Margin account

	2018 \$	2017 \$
Margin account	376,437	21,831

Margin account represents the margin deposit amount held with a broker.

SCHRODER MULTI-ASSET REVOLUTION 70

(a sub-fund of Schroder International Opportunities Portfolio)

Constituted under a Trust Deed in the Republic of Singapore on 3 January 2006

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2018

12. Financial ratios

	2018	2017
Expense ratio ¹ (excluding underlying funds' unaudited expense ratio)	1.38%	1.39%
Expense ratio ² (including underlying funds' unaudited expense ratio)	1.50%	1.51%
Turnover ratio ³	54.43%	64.54%

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 value for the year. The total operating expenses do not include brokerage and other transaction costs, performance fee, 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. 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 value is based on the daily balances.

Expense ratio calculations	2018	2017
	\$	\$
Total operating expenses	2,191,274	2,150,599
Average net asset value	158,771,517	154,526,296

² The expense ratio is the sum of the Fund's expense ratio and the weighted average of the underlying funds' unaudited expense ratios. The unaudited expense ratios of the underlying funds are obtained from the respective managers or independent sources. There is no requirement for the expense ratios of those underlying funds to be published or audited.

³ 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.

Turnover ratio calculations	2018	2017
	\$	\$
Lower of purchases or sales	86,414,798 (purchases)	99,732,367 (purchases)
Average net asset value	158,771,517	154,526,296

REPORT TO UNITHOLDERS

31 December 2018

The following is a report on the Schroder Multi-Asset Revolution 70 (the "Fund"):

1. Top 10 holdings of the Fund as at 31 December 2018:

	Fair value \$	Percentage of total net assets attributable to unitholders %
SISF - US Large Cap I Acc	34,567,970	23.50
SISF - QEP Global Core I Acc	23,804,533	16.18
Schroder Singapore Fixed Income Fund Class I	16,596,506	11.29
Schroder Global Quality Bond Class I USD Acc	12,996,046	8.83
SISF - EURO Equity I Acc	9,637,997	6.55
SISF - Global Equity Alpha I Acc	9,128,662	6.21
SISF - Asian Opportunities I Acc	9,033,795	6.14
SISF - Japanese Equity I Acc	7,300,439	4.96
SISF - QEP Global Active Value I Acc	7,252,560	4.93
SISF - Global Inflation Linked Bond I Acc	6,009,486	4.08

Top 10 holdings of the Fund as at 31 December 2017:

	Fair value \$	Percentage of total net assets attributable to unitholders %
SISF - US Large Cap I Acc	27,363,832	17.09
SISF - QEP Global Core I Acc	22,718,075	14.19
SISF - QEP Global Active Value I Acc	17,609,692	11.00
Schroder Singapore Fixed Income Fund Class I	15,651,909	9.78
SISF - EURO Equity I Acc	15,571,387	9.73
SISF - Japanese Equity I Acc	9,835,258	6.14
SISF - Asian Opportunities I Acc	9,832,523	6.14
Schroder Global Quality Bond Class I USD Acc	5,594,975	3.49
SISF - Global Inflation Linked Bond I Acc	5,067,704	3.17
SISF - QEP Global Quality I Acc	4,817,411	3.01

Legend:

SISF : Schroder International Selection Fund

The Fund was not invested in other unit trusts, mutual funds or collective investment schemes as at 31 December 2018 other than as stated in the Statement of Portfolio. For the full composition of investments of the Fund as at 31 December 2018, refer to the Statement of Portfolio on pages 12 to 15.

REPORT TO UNITHOLDERS

31 December 2018

2. The Fund has the following exposure to financial derivatives as at 31 December 2018:

	Fair value \$	Percentage of total net assets attributable to unitholders %
Contracts:		
Spot foreign exchange	(2,776)	(*)
Forward foreign exchange	(22,294)	(0.02)

* Less than 0.01

The net loss on financial derivatives realised in the period 1 January 2018 to 31 December 2018 amounted to S\$162,832.

The net loss on outstanding financial derivatives marked to market as at 31 December 2018 amounted to S\$25,070.

3. The Fund did not have any borrowings as at 31 December 2018.

4. The amount of subscriptions and redemptions in the period 1 January 2018 to 31 December 2018 were as follows:

	\$
Subscriptions	11,534,670
Redemptions	11,244,398

5. Expense Ratio (including underlying funds)

1 January 2018 to 31 December 2018	1.50%
1 January 2017 to 31 December 2017	1.51%

6. Turnover of Portfolio

1 January 2018 to 31 December 2018	54.43%
1 January 2017 to 31 December 2017	64.54%

REPORT TO UNITHOLDERS

31 December 2018

7. Soft dollar commissions/arrangements:

In the management of the Fund, the Manager may accept soft dollar commissions from, or enter into soft dollar arrangements with, stockbrokers who execute trades on behalf of the Fund and the soft dollars received are restricted to the following kinds of services:

- (i) research, analysis or price information;
- (ii) performance measurement;
- (iii) portfolio valuations; and
- (iv) administration services.

The Manager may not receive or enter into soft dollar commissions or arrangements unless (a) such soft dollar commissions or arrangements shall reasonably assist the Manager in their management of the Fund, (b) best execution is carried out for the transactions, and (c) that no unnecessary trades are entered into in order to qualify for such soft dollar commissions or arrangements. The Manager shall not receive goods and services such as travel, accommodation and entertainment.

The description of soft dollars and the conditions set out above also apply to the investment managers of the underlying Schroders funds.

8. Related Party Transactions

In addition to the disclosure in note 10 in the Notes to the Financial Statements, the respective management fees are chargeable by:

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

Underlying fund	Per annum of NAV
Schroder Asian Investment Grade Credit Class I	-
Schroder Global Quality Bond Class I USD Acc	0.500%
Schroder Singapore Fixed Income Fund Class I	0.200%

- ii) Schroder Investment Management (Europe) SA (formerly known as Schroder Investment Management (Luxembourg) SA) as Management Company of the following underlying funds:

Underlying fund	Per annum of NAV
SISF – Asian Opportunities I Acc	-
SISF – Emerging Markets I Acc	-
SISF – EURO Equity I Acc	-
SISF – Global Corporate Bond I Acc	-
SISF – Global Equity Alpha I Acc	-
SISF – Global Inflation Linked Bond I Acc	-
SISF – Japanese Equity I Acc	-
SISF – QEP Global Active Value I Acc	-
SISF – QEP Global Core I Acc	-
SISF – US Large Cap I Acc	-

Legend:

SISF : Schroder International Selection Fund

REPORT TO UNITHOLDERS

31 December 2018

9. Performance of Fund for periods ended 31 December 2018

	3 mths	6 mths	1 yr	3 yrs*	5 yrs*	Since Launch**
Fund	-10.5%	-8.4%	-8.3%	1.9%	3.4%	4.2%
Benchmark**	-9.0%	-5.9%	-4.1%	4.3%	5.5%	7.1%

* Returns of more than 1 year are annualised

Since launch figures from 15 June 2011

** Benchmark: The benchmark of the Fund has been changed from 70% MSCI World Index + 30% Citi World Government Bond Index (SGD Hedged) to 70% MSCI World Index + 30% FTSE World Government Bond Index (SGD Hedged) with effect from 31 July 2018.

Source: Schroders, S\$, bid to bid, net income reinvested.

