

# Schroder International Selection Fund

## Asian Local Currency Bond

### A1 Accumulation Share Class

**Fund Launch Date**

09 May 2008

**Total Fund Size (Million)**

USD 238.7

**Share Price End of Month (USD)**

115.59

**Total number of holdings**

78

**Benchmark**

HSBC Asian Local Bond - Overall

**Fund Manager**

Rajeev De Mello &amp; Chow Yang Ang

**Managed fund since**

01 July 2011

**Running Yield**

4.76 %

**Effective Duration of Fund in Years**

6.32

**Effective Duration of Index in Years**

5.74

**Effective Yield**

4.36 %

**Average Credit Rating**

A-

**Annual Volatility over 3 years (%)**

5.75

The Running Yield reflects the income related to the Coupons of the instruments held in the portfolio as a percentage of their market value. The figure shown is a market value weighted average for the whole portfolio. It does not include any preliminary charge and investors may be subject to tax on distributions.

## Investment Objective and Policy

To provide long term return of capital growth and income by seeking out opportunities in Asian local fixed income and currency markets. As part of its primary objective, the Fund also has the flexibility to implement long and short active currency positions either via currency forwards or via the above instruments. Investment will primarily be in local currency bonds issued by government, quasigovernment and corporate issuers in Asia ex Japan and financial derivative instruments (including total return swaps). Where the Fund uses total return swaps, the underlying consists of instruments in which the Fund may invest according to its Investment Objective and Policy.

## Risk Considerations

The capital is not guaranteed. In order to access restricted markets, the fund may invest in structured products. Should the counterparty default, the value of these structured products may be nil. Non-investment grade securities will generally pay higher yields than more highly rated securities but will be subject to greater market, credit and default risk. A security issuer may not be able to meet its obligations to make timely payments of interest and principal. This will affect the credit rating of those securities. Investments in money market instruments and deposits with financial institutions may be subject to price fluctuation or default by the issuer. Some of the amounts deposited may not be returned to the fund. Currency derivative instruments are subject to the default risk of the counterparty. The unrealised gain and some of the desired market exposure may be lost. Investment in bonds and other debt instruments including related derivatives is subject to interest rate risk. The value of the fund may go down if interest rate rise and vice versa. Emerging markets will generally be subject to greater political, legal, counterparty and operational risk. Emerging equity markets may be more volatile than equity markets of well established economies. Investments into foreign currencies entail exchange risks. The fund may be leveraged, which may increase its volatility. The fund enters into financial derivative transactions. If the counterparty were to default, the unrealised profit on the transaction and the market exposure may be lost.

## Performance Analysis

Performance (%)	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since Launch
Fund	-1.5	-0.9	-1.3	3.4	3.4	3.4	15.9	15.6
Benchmark	-0.8	-0.1	-0.6	4.4	4.4	7.2	28.9	39.7

Discrete Yearly Performance (%)	Q4/2013 - Q4/2014	Q4/2012 - Q4/2013	Q4/2011 - Q4/2012	Q4/2010 - Q4/2011	Q4/2009 - Q4/2010
Fund	3.4	-8.9	9.8	2.5	9.4
Benchmark	4.4	-5.7	8.9	6.1	13.3

### Performance over 5 years (%)



Past performance is not a reliable indicator of future results, prices of shares and the income from them may fall as well as rise and investors may not get back the amount originally invested.

All fund performance data are on a NAV to NAV basis, net income reinvested. Data is not available for the time periods with no % growth stated. In case a share class is created after the fund's launch date, a simulated past performance is used, based upon the performance of an existing share class within the fund, taking into account the difference in the ongoing charges and the portfolio transaction costs, and including the impact of any performance fees if applicable.

Some performance differences between the fund and the benchmark may arise because the fund performance is calculated at a different valuation point from the benchmark.

Source: Schroders

In December 2009 the HSBC Asian Local Bond Index (ex-China, ex-India) replaced the iBoxx Asia Custom Index. The full track record of the previous index has been kept and chainlinked to the new one. In September 2011 the HSBC Asian Local Bond - Overall replaced the HSBC Asian Local Bond Index (ex-China, ex-India). The full track record of the previous index has been kept and chainlinked to the new one.



Morningstar Ratings are sourced from Morningstar.



# Schroders

# Holdings Analysis

## Top 10 Holdings

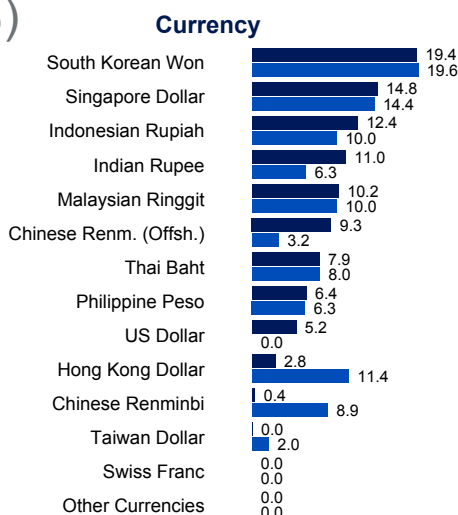
	% NAV
1. Singapore Government Bond 2.75% 01/07/2023	5.6
2. India Government Bond 8.28% 21/09/2027	4.9
3. Housing & Development Board 1.23% 30/01/2018	3.7
4. Schroder China Fixed Income Fund	3.3
5. India Government Bond 7.8% 11/04/2021	3.2
6. Thailand Government Bond 3.65% 17/12/2021	3.0
7. Malaysia Government Bond 3.314% 31/10/2017	2.7
8. Thailand Government Bond 1.25% 12/03/2028	2.6
9. India Government Bond 7.16% 20/05/2023	2.5
10. Malaysia Government Bond 4.012% 15/09/2017	2.4
<b>Total</b>	<b>34.1</b>

## Asset Allocation (%)

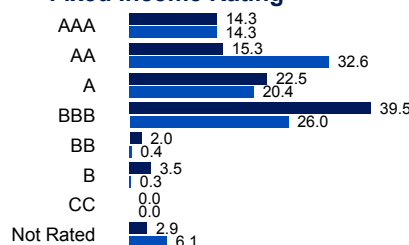
Fund  
Benchmark

Credit ratings are calculated using asset ratings from different rating agencies.

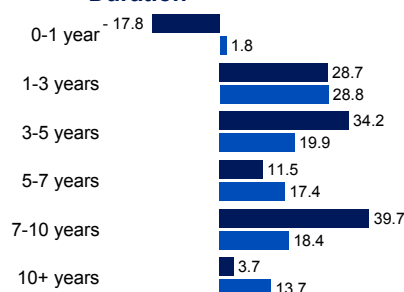
Source: Schroders



## Fixed Income Rating



## Duration



## Information

Schroder Investment Management (Luxembourg) S.A.  
5, rue Höhenhof  
1736 Senningerberg  
Luxembourg

Tel.: (352) 341 342 212

Fax: (352) 341 342 342

For your security, all telephone calls are recorded.

	Accumulation	Distribution
<b>SEDOL</b>	B39HW40	B84DQT1
<b>Bloomberg</b>	SCHALA1:LX	SCBHAA1:LX
<b>Reuters</b>	LU0365760734.LUF	LU0779869287.LUF
<b>ISIN</b>	LU0365760734	LU0779869287
<b>Fund Base Currency</b>	USD	
<b>Dealing Frequency</b>	Daily (13:00 CET)	
<b>Entry Charge</b>	2.00 % of gross investment amount	
<b>Ongoing Charges (latest available)</b>	1.75 %	
<b>Minimum Investment Amount</b>	EUR 1000 or USD 1000 or their near equivalent in any other freely convertible currency. The minimum subscription amount may be waived at the Directors' discretion.	

Third party data is owned or licensed by the data provider and may not be reproduced or extracted and used for any other purpose without the data provider's consent. Third party data is provided without any warranties of any kind. The data provider and issuer of the document shall have no liability in connection with the third party data. The Prospectus and/or [www.schroders.com](http://www.schroders.com) contain additional disclaimers which apply to the third party data.

This document does not constitute an offer to anyone, or a solicitation by anyone, to subscribe for shares of Schroder International Selection Fund (the "Company"). Nothing in this document should be construed as advice and is therefore not a recommendation to buy or sell shares. Subscriptions for shares of the Company can only be made on the basis of its latest Key Investor Information Document and prospectus, together with the latest audited annual report (and subsequent unaudited semi-annual report, if published), copies of which can be obtained, free of charge, from Schroder Investment Management (Luxembourg) S.A. The Company is a Luxembourg-registered UCITS recognised in the UK under Section 264 of the Financial Services and Markets Act 2000. There will be no right to cancel any agreement to purchase shares under section 6.7 of the UK Financial Services Conduct of Business Sourcebook. All or most of the protection provided by the UK regulatory system does not apply to investments in the Company and compensation will not be available under the UK Financial Services Compensation Scheme. An investment in the Company entails risks, which are fully described in the prospectus.

This document is issued by Schroder Investment Management (Luxembourg) S.A., 5, rue Höhenhof, L-1736 Senningerberg, Luxembourg. Registered No. B 37.799. Approved for issue in the UK by Schroder Investment Management Limited, 31, Gresham Street, London EC2V 7QA. Authorised and regulated by the Financial Conduct Authority. Schroders has expressed its own views and opinions in this document and these may change.