

# Schroder International Selection Fund Strategic Bond

## A Accumulation SEK Hedged Share Class

<b>Fund Launch Date</b>	30 September 2004
<b>Total Fund Size (Million)</b>	USD 1,987.4
<b>Share Price End of Month (SEK)</b>	1,087.67
<b>Total number of holdings</b>	323
<b>Benchmark</b>	STIBOR 3 Months
<b>Fund Manager</b>	Bob Jolly & Gareth Isaac
<b>Managed fund since</b>	30 November 2011
<b>Running Yield</b>	2.73 %
<b>Effective Duration of Fund in Years</b>	1.44
<b>Effective Yield</b>	1.08 %
<b>Option Adjusted Spread of Fund</b>	135 bp
<b>Average Credit Rating</b>	AA
<b>Annual Volatility over 3 years (%)</b>	3.14

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 a total return primarily through investment in a portfolio of bonds and other fixed and floating rate securities (including, but not limited to, asset-backed securities and mortgage-backed securities) denominated in various currencies issued by governments, government agencies, supra-national and corporate issuers worldwide. 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. The full spectrum of available securities, including non-investment grade, may be utilised.

## Risk Considerations

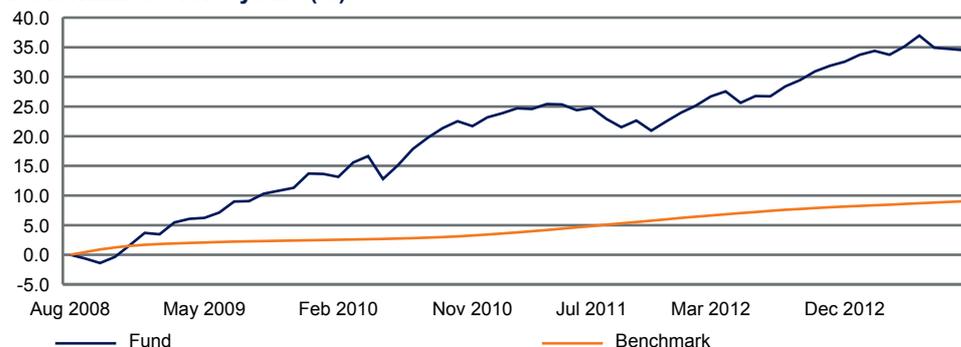
Investments in debt securities are primarily subject to interest rate, credit and default risks and, potentially, to currency exchange rate risk. This fund may use financial derivative instruments as a part of the investment process. This may increase the fund's price volatility by amplifying market events.

## Performance Analysis

Performance (%)	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since Launch
Fund	-0.2	-1.8	0.1	1.5	4.8	12.3	34.5	42.1
Benchmark	0.1	0.3	0.6	0.8	1.3	6.0	9.0	23.1

Discrete Yearly Performance (%)	Q2/2012 - Q2/2013	Q2/2011 - Q2/2012	Q2/2010 - Q2/2011	Q2/2009 - Q2/2010	Q2/2008 - Q2/2009
Fund	6.4	1.9	8.1	7.5	6.9
Benchmark	1.5	2.5	1.8	0.6	3.0

### 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 Total Expense Ratio 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

The Fund is not benchmark constrained, but for reference purposes presents its performance against the LIBOR 3 Months Index.

With effect from 01/04/2011 Schroder ISF Strategic Bond changed its investment objective.



# Schroders

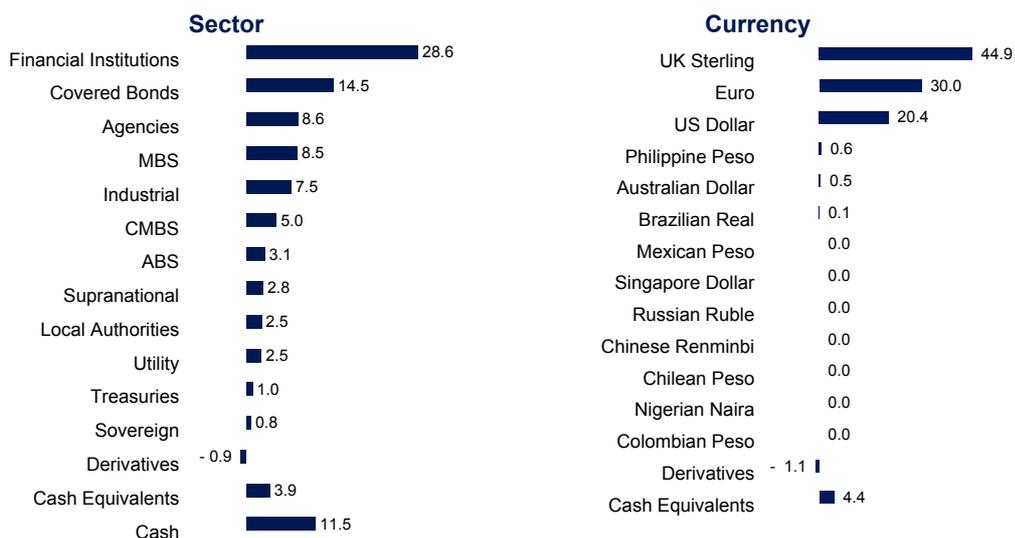
# Holdings Analysis

Top 10 Holdings	Sector	% NAV
1. TBA Fannie Mae Pool 4.5% 25/09/2043	MBS	1.9
2. Stadshypotek 0.7425% 15/02/2016	Covered Bonds	1.8
3. Barclays Bank 2.01025% 20/01/2016	Covered Bonds	1.7
4. Rabobank Nederland 0.42% 22/04/2015	Financial Institutions	1.6
5. Nationwide Building Society 2.11025% 23/01/2015	Covered Bonds	1.3
6. Bank Nederlandse Gemeenten 0.4362% 18/07/2016	Agencies	1.3
7. BPCE 0.67% 16/01/2015	Financial Institutions	1.1
8. Caisse d'Amort. de la Dette Sociale 0.778% 02/02/2014	Agencies	1.1
9. European Investment Bank 0.57856% 30/01/2014	Supranational	1.1
10. Coventry Building Society 2.1125% 10/02/2015	Covered Bonds	1.1
<b>Total</b>		<b>14.1</b>

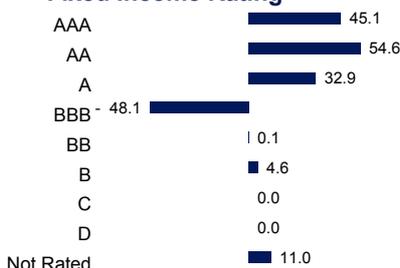
# Asset Allocation (%)

Credit ratings are calculated using asset ratings from different rating agencies. The negative cash figure, if present, is linked to subscriptions of TBA securities which are due to settle in the future. The exposure is temporary and just related to the settlement timing of these transactions. The figures do not include the exposure commitment of the derivative contracts.

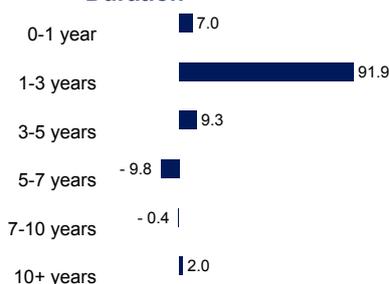
Source: Schroders



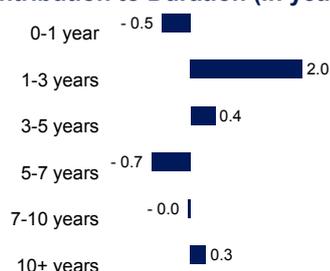
## Fixed Income Rating



## Duration



## Contribution to Duration (in years)



# Information

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	Accumulation
<b>SEDOL</b>	B4LHD97
<b>Bloomberg</b>	SCHSHAA:LX
<b>Reuters</b>	LU0665709753.LUF
<b>ISIN</b>	LU0665709753
<b>Fund Base Currency</b>	USD
<b>Dealing Frequency</b>	Daily (13:00 CET)
<b>Maximum Initial Fee</b>	3.00 % of gross investment amount
<b>Annual Management Fee</b>	1.00 %
<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.

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