

# Schroder International Selection Fund Strategic Bond

## C Accumulation CHF Hedged Share Class

|                                            |                                         |
|--------------------------------------------|-----------------------------------------|
| <b>Fund Launch Date</b>                    | 30 September 2004                       |
| <b>Total Fund Size (Million)</b>           | USD 1.660,1                             |
| <b>Share Price End of Month (CHF)</b>      | 97,77                                   |
| <b>Total number of holdings</b>            | 233                                     |
| <b>Benchmark</b>                           | CHF LIBOR 3 Months                      |
| <b>Fund Manager</b>                        | Grainger, Jolly, Lindsay-Fynn & Sartain |
| <b>Managed fund since</b>                  | 30 November 2011                        |
| <b>Running Yield</b>                       | 1,53 %                                  |
| <b>Effective Duration of Fund in Years</b> | -0,50                                   |
| <b>Effective Yield</b>                     | 2,24 %                                  |
| <b>Option Adjusted Spread of Fund</b>      | 90 bp                                   |
| <b>Average Credit Rating</b>               | AA-                                     |
| <b>Annual Volatility over 3 years (%)</b>  | 3,29                                    |

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 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. 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

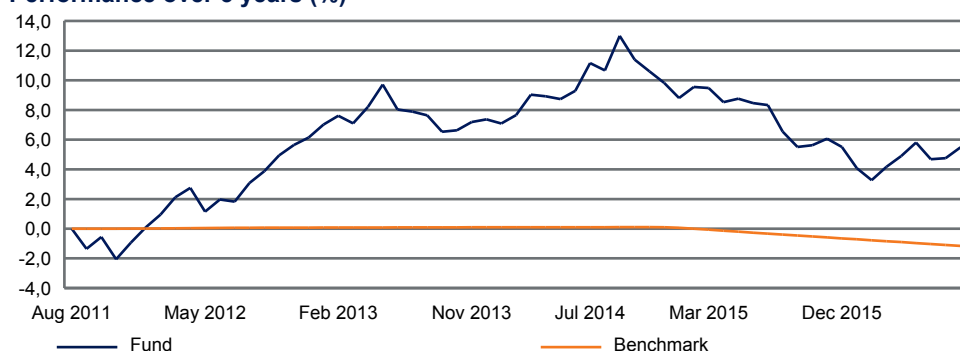
Investments in debt securities are primarily subject to interest rate, credit and default risks and, potentially, to currency exchange rate risk. This fund may use financial derivative instruments as a part of the investment process. This may increase the fund's price volatility by amplifying market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

## Performance Analysis

| Performance (%) | 1 month | 3 months | 6 months | YTD  | 1 year | 3 years | 5 years | 10 years |
|-----------------|---------|----------|----------|------|--------|---------|---------|----------|
| Fund            | 0,7     | -0,3     | 2,1      | -0,0 | -1,0   | -2,0    | 5,5     | 26,1     |
| Benchmark       | -0,1    | -0,2     | -0,4     | -0,5 | -0,8   | -1,3    | -1,2    | 5,3      |

| Annual Performance (%) | 2015 | 2014 | 2013 | 2012 | 2011 |
|------------------------|------|------|------|------|------|
| Fund                   | -3,9 | 2,3  | 1,2  | 7,2  | -2,3 |
| Benchmark              | -0,8 | 0,0  | 0,0  | 0,1  | 0,1  |

### Performance over 5 years (%)



**Past performance is no indication of future fund performance. This depends on the trends in markets, investment returns and exchange rates (if relevant), and how successful the asset manager is in implementing the investment policy. The performance shown does not take account of any commissions and costs charged when subscribing and redeeming units. 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

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

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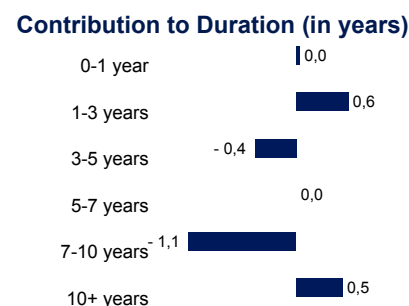
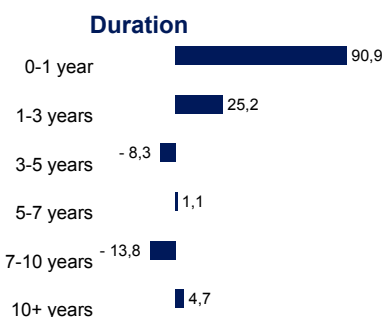
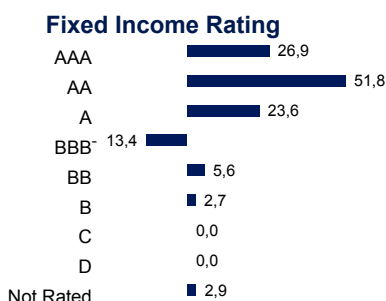
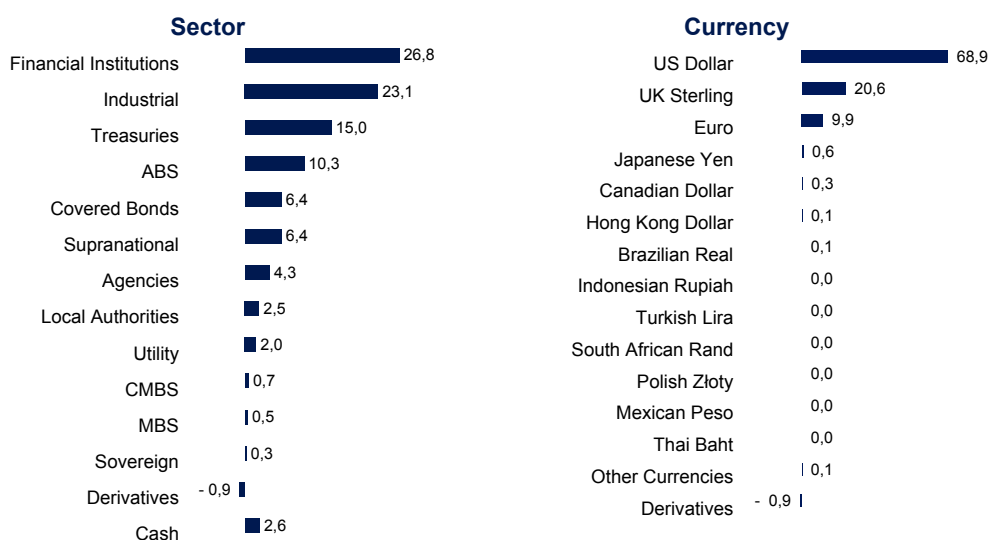
### Holdings Analysis

| Top 10 Holdings                                        | Sector                 | % NAV       |
|--------------------------------------------------------|------------------------|-------------|
| 1. United States Treasury Note/Bond 0.125% 15/07/2026  | Treasuries             | 7,6         |
| 2. United Kingdom I/L Gilt Bond 0.125% 22/03/2024      | Treasuries             | 5,4         |
| 3. Barclays Bank 0.57875% 12/02/2018                   | Covered Bonds          | 2,4         |
| 4. Inter-American Development Bank 0.55994% 26/11/2018 | Supranational          | 2,1         |
| 5. Belgium Government Intl. Bond 1.125% 05/03/2018     | Treasuries             | 1,8         |
| 6. Svensk Exportkredit 1.25% 12/04/2019                | Agencies               | 1,7         |
| 7. JPMorgan Chase 1.4865% 22/03/2019                   | Financial Institutions | 1,6         |
| 8. Intl Bank for Reconst. & Dev. 0.3266% 30/09/2017    | Supranational          | 1,5         |
| 9. Santander UK 0.995% 08/07/2019                      | Financial Institutions | 1,3         |
| 10. HSBC 1.7% 05/03/2018                               | Financial Institutions | 1,3         |
| <b>Total</b>                                           |                        | <b>26,6</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



### Information

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|                                           | Accumulation                                                                                                                                                              |
|-------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Bloomberg</b>                          | SCHSCHC: LX                                                                                                                                                               |
| <b>Reuters</b>                            | LU0952333762.LUF                                                                                                                                                          |
| <b>ISIN</b>                               | LU0952333762                                                                                                                                                              |
| <b>Securities number</b>                  | 21842447                                                                                                                                                                  |
| <b>Wertpapierkennnummer</b>               | A1WZ48                                                                                                                                                                    |
| <b>Fund Base Currency</b>                 | USD                                                                                                                                                                       |
| <b>Dealing Frequency</b>                  | Daily (13:00 CET)                                                                                                                                                         |
| <b>Ongoing Charges (latest available)</b> | 0,81 %                                                                                                                                                                    |
| <b>Minimum Investment Amount</b>          | EUR 500 000 or USD 500 000 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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