

# Schroder GAIA Cat Bond

## F Accumulation CHF Hedged Share Class

### Fund Launch Date

21 October 2013

### Total Fund Size (Million)

USD 970,5

### Share Price End of Month (CHF)

1.138,52

### Average Yield

4,7 %

### Positive Months

68,2 %

### Worst Month

-0,5 %

### Time to Recovery (from Worst Drawdown)

2 Months

### Investment Advisor

Secquaero Advisors AG

### Investment Level

87,4 %

## Investment Objective and Policy

The fund aims to provide capital growth and income.

The fund will invest in securities that are related to insurance risks (known as insurance-linked securities), mainly in catastrophe or "cat" bonds. The fund will focus on the insurance risk of natural catastrophes such as hurricanes and earthquakes affecting regions such as Western Europe, Japan and the USA where people generally buy insurance. The fund will diversify its investments by peril (e.g. wind, earthquake), geography and season (some risks vary with the time of year) but will have a bias toward hurricane and earthquake risks in the USA, which form the greater part of the cat bond market. The fund aims to make investments which do not depend for their value on the economic cycle; they depend instead on the occurrence and severity of natural events. The fund may also make investments in other types of insurance-related risks, for example life insurance risks (like pandemic mortality), health risks or motor risks. The fund will not invest in whole-of-life assurance policies (known as life settlements). The fund may also invest in other financial instruments and hold cash on deposit. Derivatives may be used to achieve the investment objective and to reduce risk or manage the fund more efficiently. The fund will not invest more than 10% into funds.

These terms are subject in their entirety to the Fund's offering documents. Please refer to the Fund's offering documents for a complete description.

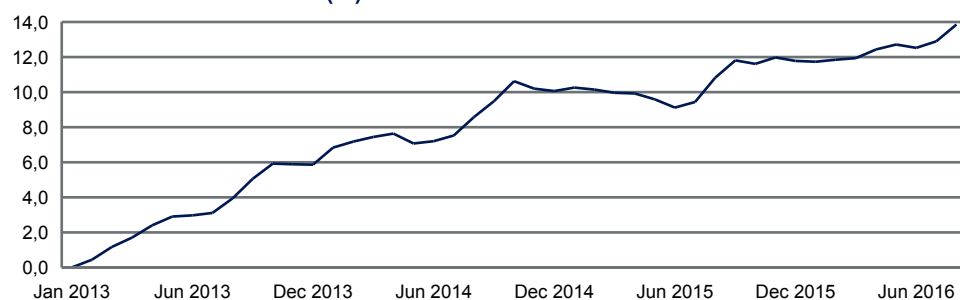
## Risk Considerations

Cat bonds can produce long periods of stable returns but they are exposed to catastrophes through which they may suffer substantial or total losses of capital. In such an event or combination of events, which may happen at any time, the fund's value may fall significantly and may not recover. Investments in insurance-linked securities can be difficult to sell quickly, which may affect the value of the fund and, in extreme market conditions, its ability to meet redemption requests upon demand. The fund's operations depend on third parties and it may suffer disruption or loss in the event of their failure.

## Performance Analysis

Performance (%)		1 month		3 months		6 months		YTD		1 year		3 years		5 years		Since Launch					
Fund		0,8		1,0		1,8		1,9		2,7		9,5		---		13,9					
Monthly Returns (%)		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year End							
2014	Fund	0,9	0,3	0,2	0,2	-0,5	0,1	0,3	1,0	0,8	1,0	-0,4	-0,1	4,0							
2015	Fund	0,2	-0,1	-0,2	-0,0	-0,3	-0,4	0,3	1,3	0,9	-0,2	0,3	-0,2	1,6							
2016	Fund	-0,0	0,1	0,1	0,4	0,2	-0,2	0,3	0,8	---	---	---	---	---							
Annual Performance (%)				2015				2014				2013				2012				2011	
Fund				1.6				4.0				---				---				---	

### Performance Since Launch (%)



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.

Schroder GAIA Cat Bond was launched in October 2013 to accommodate a transfer of shareholders from the Next Generation Absolute Return-Secquaero ILS fund to the Schroder GAIA SICAV. Prior to 21 October 2013 the fund uses the track record of the Next Generation Absolute Return-Secquaero ILS fund (launched on 02/05/2011) as a performance track record, starting from the actual launch date of the share class.

Source: Schroders

Prospective investors should consult with their independent financial advisor with respect to their specific investment objectives, financial situation or particular needs to determine the suitability of investment.



# Schroders

## Analytics (%)

## Nat Cat Peril Zones - Contribution to Expected Loss

Florida Windstorm	26,7	Gulf Windstorm (excl. FL & TX)	5,9
Northeast Windstorm	9,7	Other US Earthquake (excl. CA)	5,8
California Earthquake	8,6	Worldwide Non-Peak All Perils	5,2
Texas Windstorm	8,4	Japan Earthquake	1,4
Southeast Windstorm	7,4	Japan Windstorm	1,0
US Windstorm outside Hurricane States	7,2	Europe Earthquake	0,1
Europe Windstorm	6,7	Mexico Windstorm	0,0
Mid-Atlantic Windstorm	5,9	Mexico Earthquake	0,0

Source: Schroders

## Analytics (%)

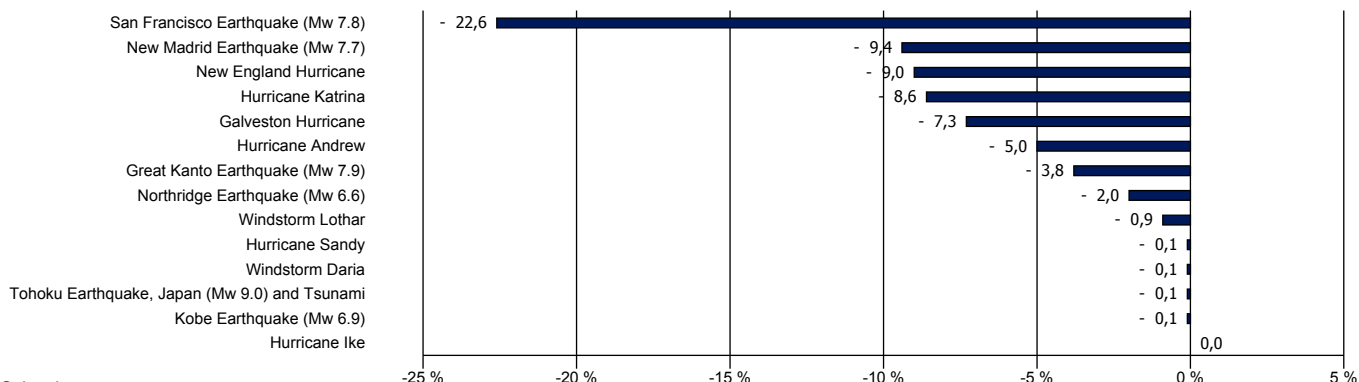
## Risk Characteristics

Portfolio Expected Loss	-2,0
Value at Risk 95%	-6,4
Tail Value at Risk 95%	-19,2
Value at Risk 99%	-28,8
Tail Value at Risk 99%	-34,1
Probability of a 0% Portfolio Loss	9,3
Probability of a 10% Portfolio Loss	3,9
Probability of a 15% Portfolio Loss	2,9

## Maturity of Investments by Market Value

<6 months	19,0
6-12 months	13,6
1-2 years	27,1
2-3 years	19,3
>3 years	21,0

## Modelled Portfolio Loss from Historical Catastrophes



Source: Schroders

## Information

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## Accumulation

<b>SEDOL</b>	BCZM0T3
<b>Bloomberg</b>	SGCFIAC:LX
<b>Reuters</b>	LU0951571149.LUF
<b>ISIN</b>	LU0951571149
<b>Securities number</b>	22067247
<b>Wertpapierkennnummer</b>	A1W3VR
<b>Fund Domicile</b>	Luxembourg
<b>Fund Base Currency</b>	USD
<b>Dealing Frequency</b>	2nd and 4th Friday of each month and last business day of the month
<b>Notice Period</b>	Subscriptions T-3, Redemptions T-7
<b>Entry Charge</b>	1,00 % of gross investment amount
<b>Ongoing Charges (latest available)</b>	1,72 %
<b>Minimum Investment Amount</b>	EUR 100 000 or USD 100 000 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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