

# Schroders

## Schroder International Selection Fund China Opportunities

Marketing material for professional investors or advisors only

IZ Distribution EUR Hedged | Data as at 31.01.2020

### Fund objectives and investment policy

The fund aims to provide capital growth by investing in equities of Chinese companies.

The fund invests at least two-thirds of its assets in equities of Chinese companies. The fund may invest directly in China B-Shares and China H Shares and may invest less than 30% of its assets in China A Shares through (i) Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect, (ii) the Renminbi Qualified Foreign Institutional Investor ("RQFII") scheme and (iii) regulated markets. The fund may use derivatives with the aim of reducing risk or managing the fund more efficiently. The fund may also hold cash.

Relevant risk as associated with this Fund are shown overleaf and should be carefully considered before making any investment.

### Share class performance

Cumulative performance	1 month	3 months	YTD	1 year	3 years	5 years	Since inception
Share class (Net)	-4,0	4,5	-4,0	4,8	-	-	-3,3
Discrete yearly performance	Jan 15 - Jan 16	Jan 16 - Jan 17	Jan 17 - Jan 18	Jan 18 - Jan 19	Jan 19 - Jan 20		
Share class (Net)	-	-	-	-19,4	4,8		
Calendar year performance	2015	2016	2017	2018	2019		
Share class (Net)	-	-	-	-16,8	17,4		

### Performance over 5 years (%)



**Past Performance is not a guide to future performance and may not be repeated. The value of investments and the income from them may go down as well as up and investors may not get back the amounts originally invested. Exchange rate changes may cause the value of any overseas investments to rise or fall.**

Source: Morningstar, bid to bid, net income reinvested, net of fees.

The Benchmark performance is shown in the base currency of the fund. To enable comparison between the performance of this Hedged share class and the Benchmark, and to show the effect of the currency hedge, the equivalent unhedged base currency share class performance is also shown.

The equivalent unhedged share class and benchmark will be blank if the inception date is different to the hedged share class inception date.

### Fund facts

Fund manager	Louisa Lo
Managed fund since	19.07.2013
Fund management company	Schroder Investment Management (Europe) S.A.
Domicile	Luxembourg
Fund launch date	17.02.2006
Share class launch date	15.12.2017
Fund base currency	USD
Share class currency	EUR
Fund size (Million)	USD 990,62
Number of holdings	66
Unit NAV	EUR 324,1710
Dealing frequency	Daily
Distribution frequency	Semi-Annually

### Fees & expenses

Ongoing charge	0,83%
Entry charge up to	0,00%

### Purchase details

Minimum initial subscription	EUR 100M ; USD 100M or their near equivalent in any other freely convertible currency.
------------------------------	--

### Codes

ISIN	LU1732476996
Bloomberg	SCHCIZH LX
SEDOL	BYW87W0
Reuters	LU1732476996.LUF

IZ Distribution EUR Hedged | Data as at 31.01.2020

### Risk considerations

**China country risk:** Changes in China's political, legal, economic or tax policies could cause losses or higher costs for the fund.

**Counterparty risk:** The counterparty to a derivative or other contractual agreement or synthetic financial product could become unable to honour its commitments to the fund, potentially creating a partial or total loss for the fund.

**Currency risk:** The fund can be exposed to different currencies. Changes in foreign exchange rates could create losses.

**Derivatives risk:** A derivative may not perform as expected, and may create losses greater than the cost of the derivative.

**Emerging markets & frontier risk:** Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty and operational risk.

**Equity risk:** Equity prices fluctuate daily, based on many factors including general, economic, industry or company news.

**Leverage risk:** The fund uses derivatives for leverage, which makes it more sensitive to certain market or interest rate movements and may cause above-average volatility and risk of loss.

**Liquidity risk:** In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares.

**Operational risk:** Failures at service providers could lead to disruptions of fund operations or losses.

**Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect risk:** The fund may be investing in China "A" shares via the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect which may involve clearing and settlement, regulatory, operational and counterparty risks.

**Currency risk / hedged share class:** Changes in exchange rates will affect the returns on your investment. The aim of this EUR hedged share class is to provide you with the performance returns of the fund's investments by reducing the effects of exchange rate fluctuations between EUR and the fund's base currency USD. The distributions paid out by this share class may be significantly reduced if EUR interest rates fall compared to USD interest rates.

**Capital risk / distribution policy:** The expenses of this share class are paid out of capital rather than out of investment income. Capital growth will be reduced and in periods of low growth capital erosion may occur.

### Synthetic risk & reward indicator (SRRI)

#### LOWER RISK

Potentially lower rewards

#### HIGHER RISK

Potentially higher rewards



The risk category was calculated using simulated historical performance data and may not be a reliable indicator of the fund's future risk profile. The fund's risk category is not guaranteed to remain fixed and may change over time. A fund in the lowest category does not mean a risk-free investment. A fund is in categories 1 to 3 where it can take lower risks in search of potentially lower rewards and its price may rise and fall accordingly. A fund is in categories 4 to 7 where it can take higher risks in search of potentially higher rewards and its price may rise and fall accordingly.

### Risk statistics & financial ratios

	Fund
Dividend Yield (%)	1,7
Price to book	1,8
Price to earnings	16,3

Source: Morningstar. The above ratios are based on bid to bid price based performance data of the unhedged equivalent share class. These financial ratios refer to the average of the equity holdings contained in the fund's portfolio and in the benchmark (if mentioned) respectively.

# Schroders

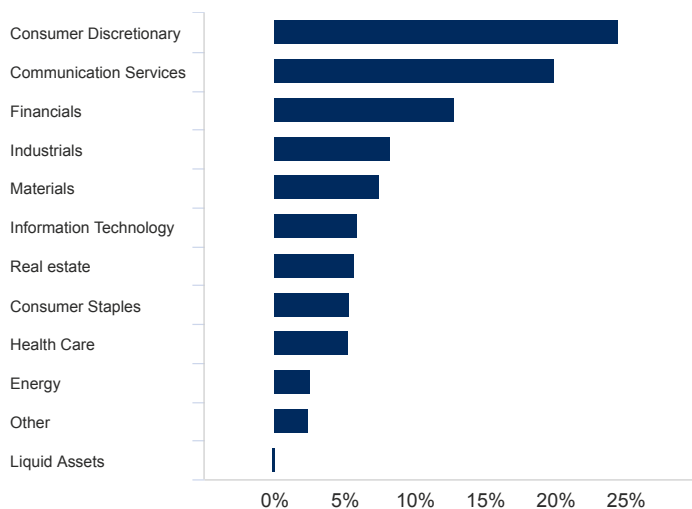
## Schroder International Selection Fund China Opportunities

Marketing material for professional investors or advisors only

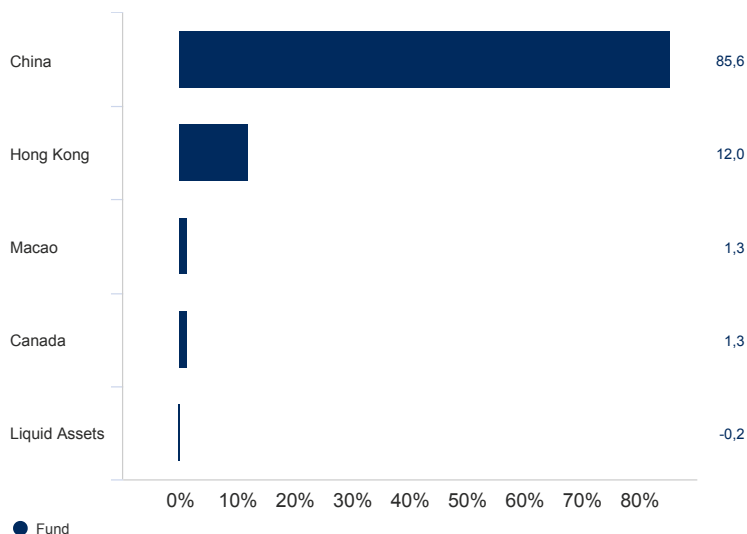
IZ Distribution EUR Hedged | Data as at 31.01.2020

### Asset allocation

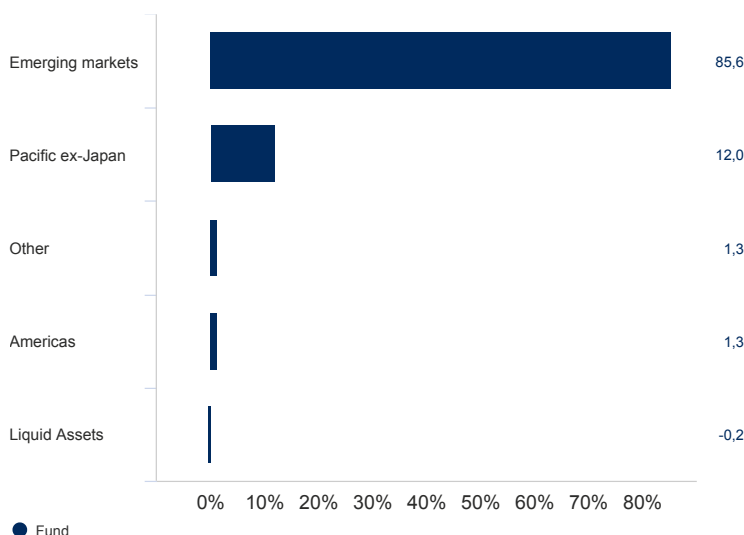
#### Sector (%)



#### Geographical Breakdown (%)



#### Region (%)



#### Top 10 holdings (%)

	Holding name	%
1	Tencent Holdings Ltd	10,1
2	Alibaba Group Holding Ltd	9,9
3	China Mobile Ltd	3,1
4	China Construction Bank Corp	3,1
5	PRADA SpA	3,0
6	Weibo Corp	3,0
7	iQIYI Inc	2,6
8	Shandong Weigao Group Medical Polymer Co Ltd	2,4
9	China Pacific Insurance Group Co Ltd	2,4
10	Shandong Gold Mining Co Ltd	2,2

Source: Schroders. Top holdings and asset allocation are at fund level.

IZ Distribution EUR Hedged | Data as at 31.01.2020

### Contact information

---

Schroder Investment Management (Europe) S.A.  
5, rue Höhenhof  
Sennigerberg  
Luxembourg  
L-1736  
Tel: +352 341 342 202  
Fax: +352 341 342 342

For your security, communications may be taped or monitored.

### Important information

---

Schroder International Selection Fund (the "Company") is a SICAV (Investment company with variable capital) registered in Luxembourg and in accordance with the Directive 85/611/EEC. The Company has obtained marketing authorization in France from the Financial Markets Authority (formerly the Commission des Opérations de Bourse, COB) on 4 January, 2000. 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 prospectus and the Key Investor Information Document 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 the French paying agent, Société Générale, 29, boulevard Hausmann, F-75009, as well as from Schroder Investment Management (Europe) S.A. The Company is a Luxembourg-registered UCITS. Schroders has expressed its own views and opinions in this document and these may change. Schroders will be a data controller in respect of your personal data. For information on how Schroders might process your personal data, please view our Privacy Policy available at [www.schroders.com/en/privacy-policy](http://www.schroders.com/en/privacy-policy) or on request should you not have access to this webpage. 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) contains additional disclaimers which apply to the third party data.