

## Schroder International Selection Fund Global Credit Income

I Accumulation EUR Hedged | Data as at 31.03.2020

## Fund objectives and investment policy

The fund aims to provide income and capital growth by investing in bonds issued by governments and companies worldwide. The fund aims to mitigate losses in falling markets. The mitigation of losses cannot be guaranteed. The fund is actively managed and invests at least two-thirds of its assets in investment grade bonds and high yield bonds issued by governments, government agencies, supra-nationals and companies worldwide, including emerging market countries. The fund may invest in excess of 50% of its assets in bonds that have a below investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies for rated bonds and implied Schroders ratings for non-rated bonds); up to 20% of its assets in asset-backed securities and mortgage-backed securities; up to 10% of its assets in convertible bonds (including contingent convertible bonds); and up to 10% of its assets in open-ended investment funds. The investment manager aims to mitigate losses by diversifying the fund's asset allocation away from areas of the market identified as having a high risk of material negative return. The fund may also invest directly or indirectly in other securities (including other asset classes), countries, regions, industries or currencies, investment funds, warrants and money market investments, and hold cash. The fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may take short positions.

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

## Share class performance

The fund does not have a target benchmark. The fund's performance should be compared against the Bloomberg Barclays Multiverse ex Treasury A+ to B- USD Hedged index, the Bloomberg Barclays Global Aggregate Corporate USD index, the Bloomberg Barclays Global High Yield USD index, and the JP Morgan EMBI Global Total Return index. The investment manager invests on a discretionary basis and is not limited to investing in accordance with the composition of a benchmark. **There is insufficient data to provide a useful indication of past performance to investors. Share class launch date: 12.06.2019**

## Fund facts

Fund manager	Julien Houdain ; Patrick Vogel
Managed fund since	28.02.2020 ; 30.11.2016
Fund management company	Schroder Investment Management (Europe) S.A.
Domicile	Luxembourg
Fund launch date	30.11.2016
Share class launch date	12.06.2019
Fund base currency	USD
Share class currency	EUR
Fund size (Million)	USD 3.174,59
Number of holdings	948
Comparator 1	BbgBarc Multiverse ex Treasury A+ to B- USD hdg
Comparator 2	BBgBarc Gbl Agg Corp TR
Comparator 3	BBgBarc Global High Yield TR USD
Unit NAV	EUR 95,8070
Dealing frequency	Daily
Distribution frequency	No Distribution

## Fees &amp; expenses

Ongoing charge	0,07%
Entry charge up to	-

## Purchase details

Minimum initial subscription	EUR 5M
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## Codes

ISIN	LU2004794249
Bloomberg	SIGCIE LX
SEDOL	BJVR6L5
Reuters	LU2004794249.LUF

## Risk considerations

**Credit risk:** A decline in the financial health of an issuer could cause the value of its bonds to fall or become worthless.

**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:** Operational processes, including those related to the safekeeping of assets, may fail. This may result in losses to the fund.

**Derivatives risk – Efficient Portfolio Management:** Derivatives may be used to manage the portfolio efficiently. A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund.

**Capital risk / negative yields:** When interest rates are very low or negative, the fund's yield may be zero or negative, and you may not get back all of your investment.

**Capital risk / contingent convertible bonds:** The fund may be significantly invested in contingent convertible bonds. If the financial strength of a bond's issuer (typically a bank or an insurance firm) falls in a prescribed way the bond may suffer substantial or total losses of capital.

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

**High yield bond risk:** High yield bonds (normally lower rated or unrated) generally carry greater market, credit and liquidity risk.

**ABS and MBS risk:** The fund may invest in mortgage or asset-backed securities. The underlying borrowers of these securities may not be able to pay back the full amount that they owe, which may result in losses to the fund.

**Interest rate risk:** A rise in interest rates generally causes bond prices to fall.

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

**Counterparty risk:** The fund may have contractual agreements with counterparties. If a counterparty is unable to fulfil their obligations, the sum that they owe to the fund may be lost in part or in whole.

**Performance risk:** Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.

**IBOR:** The transition of the financial markets away from the use of interbank offered rates (IBORs) to alternative reference rates may impact the valuation of certain holdings and disrupt liquidity in certain instruments. This may impact the investment performance of the fund.

**Currency risk/hedged share class:** The hedging of the share class may not be fully effective and residual currency exposure may remain. The cost associated with hedging may impact performance and potential gains may be more limited than for unhedged share classes.

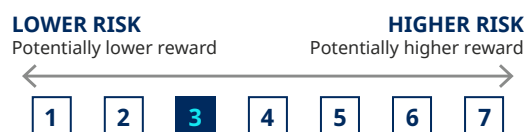
## Ratings and accreditation

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Please refer to the Important information section for the disclosure. The above is an internal ESG accreditation.

## Synthetic risk & reward indicator (SRRI)

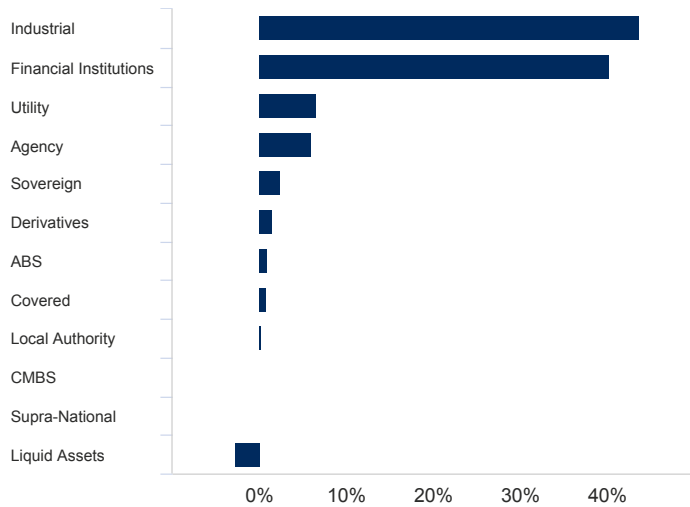


The risk category was calculated using simulated historical performance data and may not be a reliable indicator of the fund's future risk profile. The fund's risk category is not guaranteed to remain fixed and may change over time. A fund in the lowest category does not mean a risk-free investment. 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.

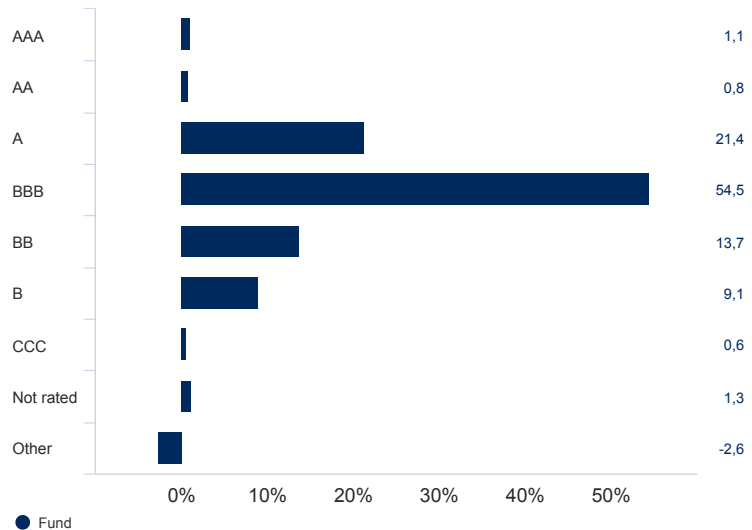
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## Asset allocation

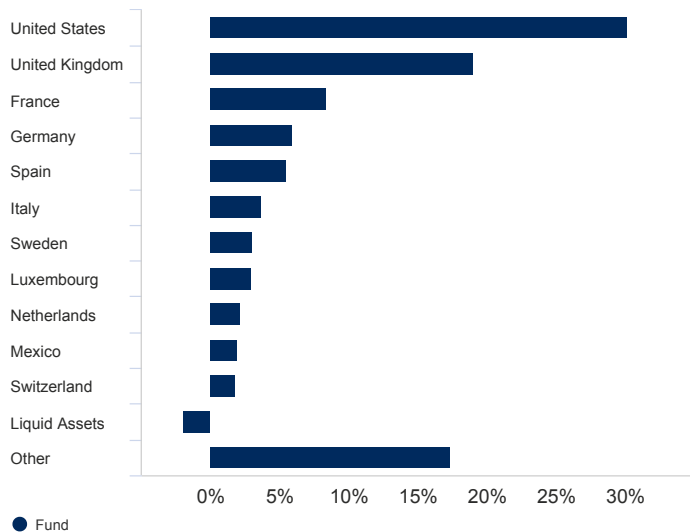
## Sector (%)



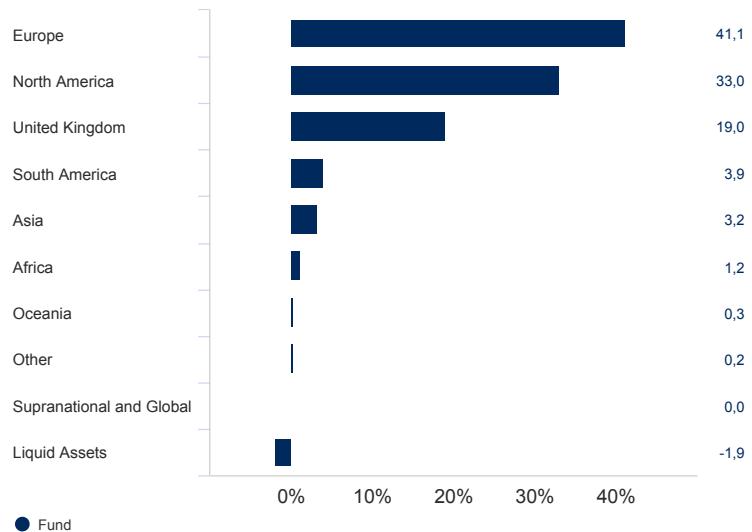
## Credit quality (%)



## Geographical Breakdown (%)



## Region (%)



## Top 10 holdings (%)

	Holding name	%
1	CITIBANK NA 2.8440 20/05/2022 SERIES BKNT	1,0
2	ITV PLC 1.3750 26/09/2026 REGS	0,9
3	BANK OF AMERICA CORPORATION 3.6480 31/03/2029 SERIES EMTN REGS	0,7
4	NATIONWIDE BLDG SOCIETY FRN 02/08/2022 - REGS	0,7
5	BLACKSTONE PP EUR HOLD 1.7500 12/03/2029 SERIES EMTN REGS	0,7
6	BANCO SANTANDER SA 1.3750 31/07/2024 REGS	0,7
7	ENGIE SA 1.3750 27/03/2025	0,6
8	BANCO DE SABADELL SA 0.6250 07/11/2025 REGS	0,6
9	PINEWOOD FINANCE COMPANY LIMITED 3.2500 30/09/2025 SERIES REGS	0,6
10	BAT CAPITAL CORPORATION 3.2150 06/09/2026	0,6

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

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### Contact information

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**Benchmark:** The target benchmark has been selected because the target return of the fund is to deliver the return of that benchmark as stated in the investment objective. Any comparator benchmarks have been selected because the investment manager believes that the benchmarks are a suitable comparison for performance purposes given the fund's investment objective and policy. The fund is not expected to replicate the holdings or performance of any benchmark.

#### \* Sustainability Accreditation

Our Schroders Sustainability Accreditation aims to help investors distinguish how we consider Environmental, Social and Governance ("ESG") factors across our products. This fund has been awarded an Integrated accreditation. ESG factors are embedded into the investment process and can be clearly evidenced. There is a strong commitment to stewardship and company engagement.