

Schroder International Selection Fund

US Smaller Companies

A Accumulation Share Class

Investment Objective, Policy and Risk

To provide capital growth primarily through investment in equity securities of smaller US companies. Smaller US companies are considered companies which, at the time of purchase, form the bottom 30% by market capitalisation of the US market.

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. Investments in equities are subject to market risk 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.

Fund Overview

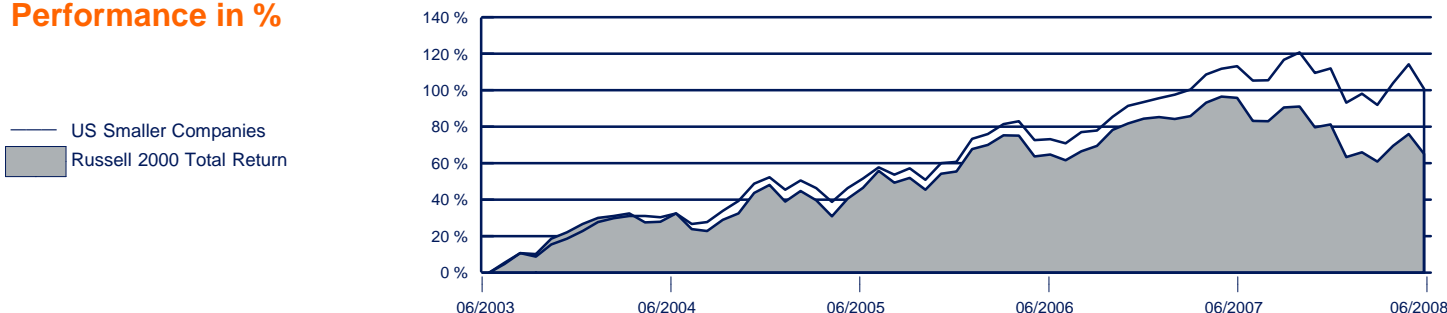


Jenny Jones

The fund's investment process is a bottom-up, fundamental, research-based approach. We seek to identify those companies that have compelling business models, a strong management team and attractive valuation levels. Within the fund we combine three distinctly different types of stocks: (1) those that we call 'mis-priced' growth opportunities, which are companies that demonstrate strong growth trends and improving levels of cash; (2) 'steady eddies', which generate dependable earnings and revenues; and (3) turnarounds, which are companies that are undergoing positive change that is not being recognised by the market. By doing so, we believe we can reduce overall risk and improve returns for our investors.

As we have shown throughout 2007, this portfolio typically performs very strongly in negative markets. Our focus on high quality, well managed companies and the portion of the portfolio that is invested in "steady eddies" provides significant ballast in negative and volatile markets.

Performance in %



Performance in %

	3 months	1 year	3 years	5 years	Beta	Annual Volatility (%)
US Smaller Companies	4.5	-5.9	32.4	100.7	0.80	13.93
Russell 2000 Total Return	2.5	-15.7	12.6	65.0	---	16.70

Discrete Yearly Performance in %

	Q2/2007 - Q2/2008	Q2/2006 - Q2/2007	Q2/2005 - Q2/2006	Q2/2004 - Q2/2005	Q2/2003 - Q2/2004
US Smaller Companies	-5.9	23.2	14.2	14.4	32.5
Russell 2000 Total Return	-15.7	18.9	12.4	10.7	32.4

Past performance is not a guide to future performance and may not be repeated.

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.

Source: Schroders

Top 10 Holdings in %

Holding	% NAV
1. St Mary Land & Exploration	2.6
2. Scientific Games	2.0
3. Reinsurance Group of America	2.0
4. Cargo Ceramics	1.8
5. Dresser-Rand Group	1.8
6. Galleon Energy	1.6
7. Valueclick	1.6
8. Cooper Cos	1.6
9. KV Pharmaceutical	1.5
10. Geo Group	1.4
Total number of holdings =	127



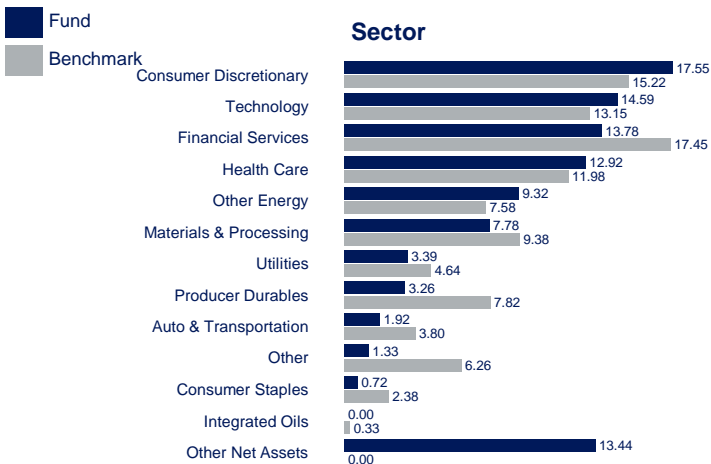
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Asset Allocation in %



Other Net Assets is comprised of pure Cash (Cash in Bank), Payables and Receivables, Unrealised Profit and Loss on Forwards/ Futures/Swaps & Options and short term investments with 1 month or less to maturity.

12.04% of the fund was held as cash or short term investments with 1 month or less to maturity. Any negative cash position represents borrowing of a temporary nature to cover timing differences on trade settlements.

Key Information

Morningstar Ratings are sourced from Morningstar.

S&P Fund Management Ratings are sourced from S&P.

Fund Launch Date	20/07/1989
Total Fund Size (Million)	USD 750.6
Fund Base Currency	USD
S&P Fund Management Ratings	AA
Morningstar Rating	★★★★
Reuters	LU0106261612.LUF
Bloomberg	SCHUSSA LX
Initial Fee	5.26 %
Annual Management Fee	1.50 %
Minimum Investment Amount	EUR 1,000 or USD 1,000 or their near equivalent in any other freely convertible currency. The minimum subscription amount may be waived at the Director's discretion.
Investment Manager	Schroder Investment Management North America Inc., 875 Third Avenue, 22nd Floor, New York, New York 10022- 6225, United States

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In accordance with the current prospectus, other than for Schroder ISF Global Property Securities, Schroder ISF Asia Pacific Property Securities, Schroder ISF European Defensive and Schroder ISF Middle East, the Company will seek UK distributor status for all distribution A and C shares and I shares of Schroder ISF Taiwanese Equity.

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