

# Schroder International Selection Fund Strategic Bond

## A1 Accumulation EUR Hedged Share Class

<b>Fund Launch Date</b>	30 September 2004
<b>Total Fund Size (Million)</b>	USD 2,800.6
<b>Share Price End of Month (EUR)</b>	131.37
<b>Total number of holdings</b>	240
<b>Benchmark</b>	EUR LIBOR 3 Months
<b>Fund Manager</b>	Bob Jolly & Gareth Isaac
<b>Managed fund since</b>	30 November 2011
<b>Running Yield</b>	0.26 %
<b>Effective Duration of Fund in Years</b>	-1.60
<b>Effective Yield</b>	-0.27 %
<b>Option Adjusted Spread of Fund</b>	75 bp
<b>Average Credit Rating</b>	AA+
<b>Annual Volatility over 3 years (%)</b>	3.22

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. 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.

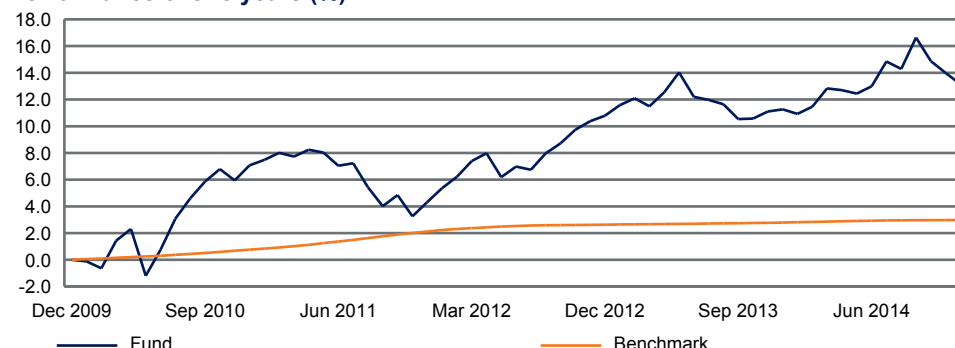
## Performance Analysis

Performance (%)	1 month	3 months	6 months	YTD	1 year	3 years	5 years	10 years
<b>Fund</b>	-0.7	-3.0	0.1	1.7	1.7	8.5	13.2	30.4
<b>Benchmark</b>	0.0	0.0	0.0	0.2	0.2	0.8	3.0	19.7

Discrete Yearly Performance (%)	Q4/2013 - Q4/2014	Q4/2012 - Q4/2013	Q4/2011 - Q4/2012	Q4/2010 - Q4/2011	Q4/2009 - Q4/2010
<b>Fund</b>	1.7	0.4	6.2	-2.6	7.1
<b>Benchmark</b>	0.2	0.2	0.5	1.4	0.8

### Performance over 5 years (%)



**Past performance is not a reliable indicator of future results, 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

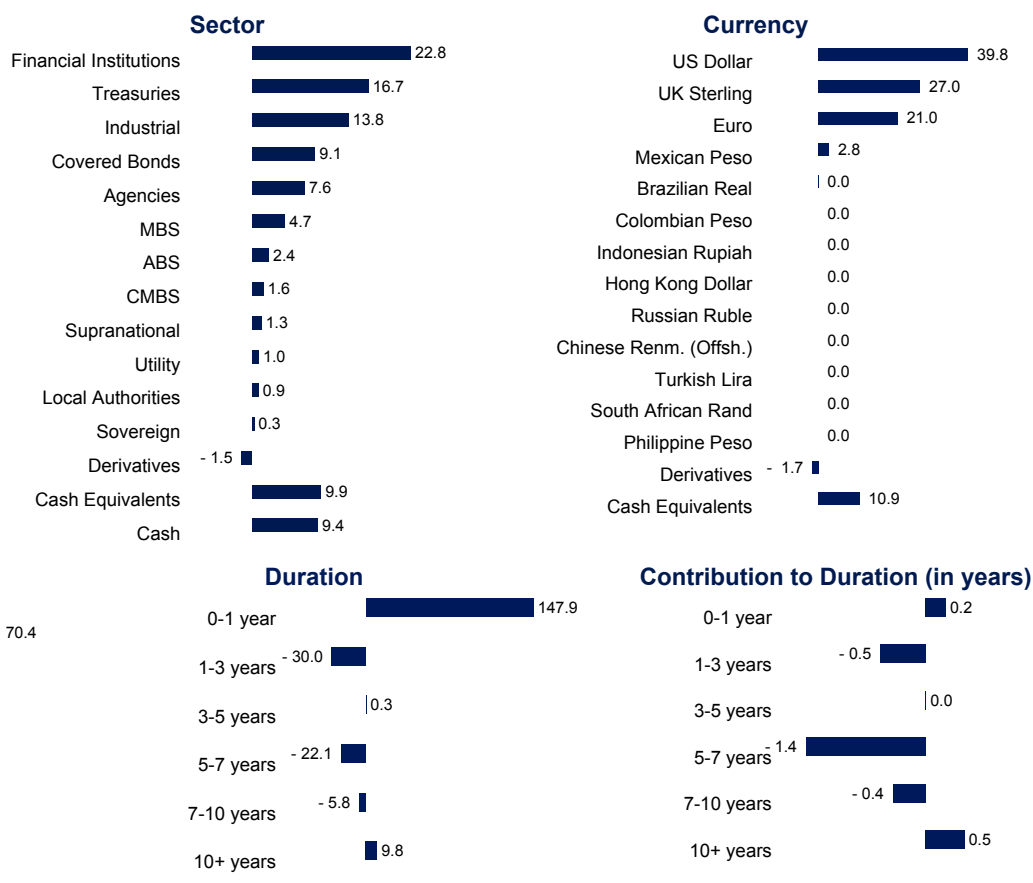
# Holdings Analysis

Top 10 Holdings	Sector	% NAV
1. United States Treasury Note/Bond 0.125% 15/04/2019	Treasuries	7.8
2. Italy Treasury Bond 2.5% 01/12/2024	Treasuries	2.9
3. United States Treasury Note/Bond 0.25% 28/02/2015	Treasuries	2.8
4. Mexico Government Bond 8% 11/06/2020	Treasuries	2.5
5. Microsoft 3.125% 06/12/2028	Industrial	1.7
6. Apple 4.45% 06/05/2044	Industrial	1.6
7. Credit Suisse London 0.272% 02/12/2015	Financial Institutions	1.5
8. JPMorgan Chase 0.6821% 18/11/2016	Financial Institutions	1.5
9. Stadshypotek 0.78525% 15/02/2016	Covered Bonds	1.2
10. Barclays Bank 2.05775% 20/01/2015	Covered Bonds	1.2
<b>Total</b>		<b>24.6</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	Distribution
<b>SEDOL</b>	B02TN27	B4Y3745
<b>Bloomberg</b>	SCHSA1H:LX	SCHSEAD:LX
<b>Reuters</b>	LU0201324000.LUF	LU0471239177.LUF
<b>ISIN</b>	LU0201324000	LU0471239177
<b>Fund Base Currency</b>	USD	
<b>Dealing Frequency</b>	Daily (13:00 CET)	
<b>Entry Charge</b>	2.00 % of gross investment amount	
<b>Ongoing Charges (latest available)</b>	1.77 %	
<b>Minimum Investment Amount</b>	EUR 1000 or USD 1000 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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