Schroders

Marketing material for professional investors or advisors only

Schroder International Selection Fund Japanese Equity

I Accumulation EUR Hedged | Data as at 31.03.2020

Fund objectives and investment policy

The fund aims to provide capital growth in excess of the Tokyo Stock Exchange 1st Section Index (TOPIX) (TR) after fees have been deducted over a three to five year period by investing in equities of Japanese companies.The fund is actively managed and invests at least two-thirds of its assets in equities of Japanese companies.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.

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

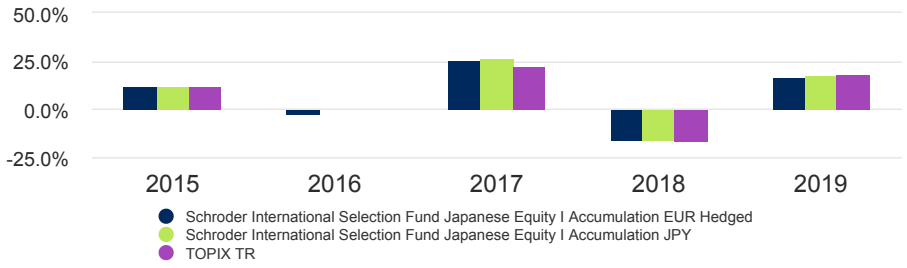
Share class performance

Cumulative performance	1 month	3 months	YTD	1 year	3 years	5 years	10 years
EUR Hedged	-8.0	-20.6	-20.6	-13.8	-2.4	-2.8	72.4
JPY Unhedged	-7.4	-20.0	-20.0	-12.6	0.5	2.5	90.1
Target JPY	-6.0	-17.5	-17.5	-9.5	-0.4	1.8	78.4

Discrete yearly performance	Mar 15 - Mar 16	Mar 16 - Mar 17	Mar 17 - Mar 18	Mar 18 - Mar 19	Mar 19 - Mar 20
EUR Hedged	-11.6	12.7	19.5	-5.3	-13.8
JPY Unhedged	-11.0	14.6	20.5	-4.6	-12.6
Target JPY	-10.8	14.7	15.9	-5.0	-9.5

Calendar year performance	2015	2016	2017	2018	2019
EUR Hedged	12.0	-1.9	25.8	-15.8	16.8
JPY Unhedged	12.2	0.1	26.6	-15.1	17.7
Target JPY	12.1	0.3	22.2	-16.0	18.1

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 fund's performance should be assessed against its target benchmark being to exceed the Tokyo Stock Exchange 1st Section Index (TOPIX) (TR). The majority of the fund's investments may be components of the benchmark. The investment manager invests on a discretionary basis and is not limited to investing in accordance with the composition of the benchmark. The investment manager will invest in companies or sectors not included in the benchmark in order to take advantage of specific investment opportunities.

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	Kazuhiro Toyoda
Managed fund since	01.04.2017
Fund management company	Schroder Investment Management (Europe) S.A.
Domicile	Luxembourg
Fund launch date	02.08.1993
Share class launch date	16.12.2005
Fund base currency	JPY
Share class currency	EUR
Fund size (Million)	JPY 170,626.28
Number of holdings	78
Target	TOPIX TR
Unit NAV	EUR 115.2586
Dealing frequency	Daily
Distribution frequency	No Distribution

Fees & expenses

Ongoing charge	0.08%
Redemption fee	0.00%

Purchase details

Minimum initial subscription	EUR 5M ; USD 5M or their near equivalent in any other freely convertible currency.

Codes

ISIN	LU0236738869
Bloomberg	SCHJPHI LX
SEDOL	B0RNDQ8
Reuters	LU0236738869.LUF

Ratings and accreditation

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Integrated

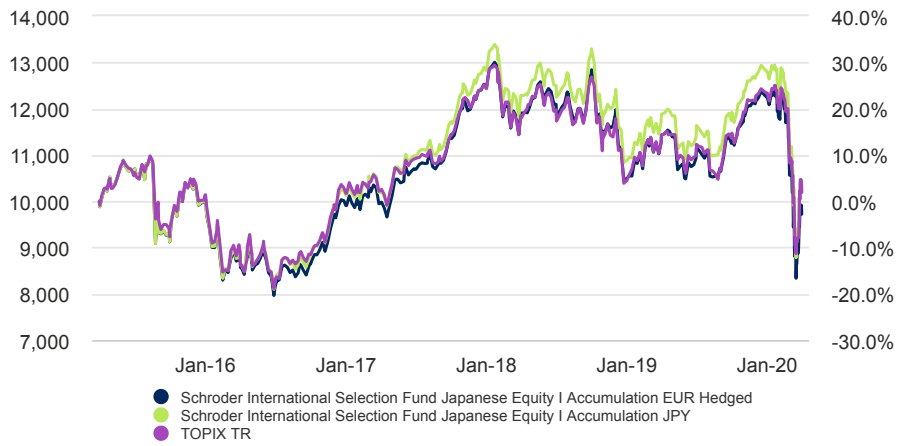
SCHRODERS SUSTAINABILITY ACCREDITATION

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

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5 year return of EUR 10,000



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The chart is for illustrative purposes only and does not reflect an actual return on any investment.
Returns are calculated bid to bid (which means performance does not include the effect of any initial charges), net income reinvested, net of fees.

Risk considerations

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.
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.
Currency risk: The fund may lose value as a result of movements in foreign exchange rates.
Concentration risk: The fund may be concentrated in a limited number of geographical regions, industry sectors, markets and/or individual positions. This may result in large changes in the value of the fund, both up or down.
Derivatives risk – Efficient Portfolio Management and Investment Purposes: 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. The fund may also materially invest in derivatives including using short selling and leverage techniques with the aim of making a return. When the value of an asset changes, the value of a derivative based on that asset may change to a much greater extent. This may result in greater losses than investing in the underlying asset.
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.
Higher volatility risk: The price of this fund may be volatile as it may take higher risks in search of higher rewards.
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.

Synthetic risk & reward indicator (SRRI)

LOWER RISK Potentially lower reward — **HIGHER RISK** Potentially higher reward

1	2	3	4	5	**6**	7

The risk category was calculated using 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. The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

Risk statistics & financial ratios

	Fund	Target
Annual volatility (%) (3y)	15.8	14.8
Alpha (%) (3y)	0.4	-
Beta (3y)	1.0	-
Sharpe ratio (3y)	0.1	0.1
Information ratio (3y)	-0.1	-
Dividend Yield (%)	3.0	-
Price to book	1.0	-
Price to earnings	11.8	-

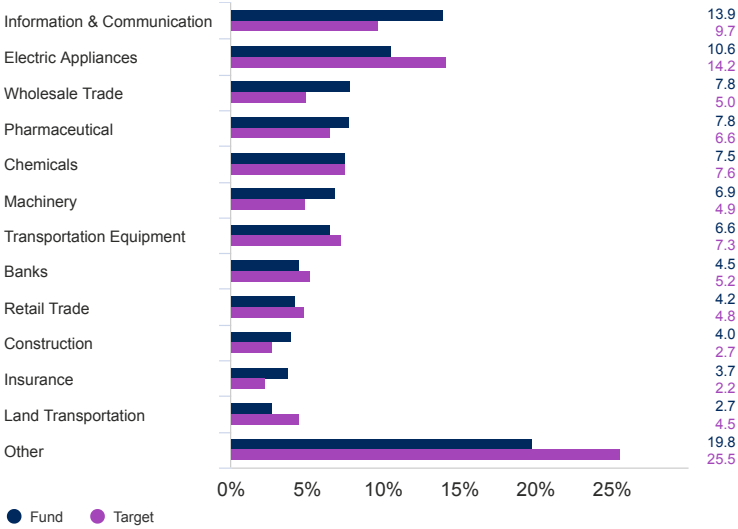
Source: Morningstar. The above ratios are based on bid to bid price based performance data of the unhedged equivalent share class. These financial ratios refer to the average of the equity holdings contained in the fund's portfolio and in the benchmark (if mentioned) respectively.

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Asset allocation

Sector (%)



Top 10 holdings (%)

	Holding name	%
1	Nippon Telegraph & Telephone Corp	3.9
2	ITOCHU Corp	3.6
3	Keyence Corp	3.0
4	Takeda Pharmaceutical Co Ltd	3.0
5	KDDI Corp	2.8
6	Tokio Marine Holdings Inc	2.7
7	Toyota Industries Corp	2.7
8	Mitsubishi UFJ Financial Group Inc	2.6
9	SMC Corp/Japan	2.6
10	SoftBank Group Corp	2.5

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

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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.

* **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.