

Schroder International Selection Fund European Equity Yield

A1 Accumulation USD Hedged Share Class

Fund Launch Date

02 August 1993

Total Fund Size (Million)

EUR 145,7

Share Price End of Month (USD)

24,97

Total number of holdings

39

Benchmark

MSCI Europe Net TR USD Hedged

Fund Manager

I. Kelly, A. Lyddon & A. Evans

Managed fund since

30 April 2016

Essential Statistics over 3 years

| | Fund | Benchmark |
|------------------------------|------|-----------|
| Annual Volatility (%) | 17,9 | 16,2 |
| Alpha (%) | -3,3 | --- |
| Beta | 1,0 | --- |
| Information Ratio | -0,5 | --- |
| Sharpe Ratio | 0,2 | 0,4 |
| Predicted Tracking Error (%) | 4,6 | --- |

The above ratios are based on bid to bid price based performance data.

Financial Ratios

| | Fund | Benchmark |
|----------------------------|------|-----------|
| P/Book Value | 1,3 | 1,9 |
| P/E Ratio | 23,1 | 21,1 |
| Predicted P/E Ratio | 17,0 | 16,3 |
| ROE (%) | 7,2 | 14,9 |
| Dividend Yield (%) | 3,6 | 3,1 |
| 3 Year Earnings Growth (%) | -6,7 | 5,9 |

These financial ratios refer to the average of the equity holdings contained in the fund's portfolio and in the benchmark (if mentioned) respectively.

Investment Objective and Policy

The fund aims to provide income and capital growth by investing in equities of European companies which offer sustainable dividend payments.

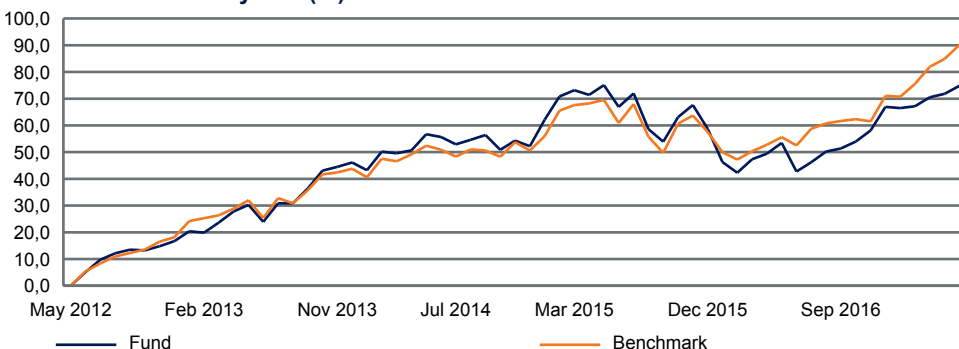
The fund invests at least two-thirds of its assets in equities of European companies. The fund will invest in a diversified portfolio of equities whose dividend yield in aggregate is greater than the average market yield. Equities with below average dividend yield may be included in the portfolio when we consider that they have the potential to pay above average yield in future. The fund will not be managed for yield alone: total return (dividend yield plus capital growth) will be equally important. The fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may also hold cash.

Performance Analysis

| Performance (%) | 1 month | 3 months | 6 months | YTD | 1 year | 3 years | 5 years | 10 years |
|-----------------|---------|----------|----------|------|--------|---------|---------|----------|
| Fund | 1,7 | 4,6 | 10,6 | 4,7 | 13,9 | 11,6 | 74,8 | 3,2 |
| Benchmark | 2,8 | 8,3 | 17,7 | 11,2 | 22,2 | 24,8 | 90,2 | 39,8 |

| Annual Performance (%) | 2016 | 2015 | 2014 | 2013 | 2012 |
|------------------------|------|------|------|------|------|
| Fund | 5,2 | 4,3 | 4,2 | 25,2 | 17,8 |
| Benchmark | 8,6 | 4,6 | 4,7 | 21,7 | 16,5 |

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.

The fund is not managed with reference to a benchmark but its performance may be measured against one or more.

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

On 12/09/2005 Schroder ISF European Equity Sigma changed its name to Schroder ISF European Equity Yield and changed its investment objective. The performance track record begins at this date.



Schroders

Holdings Analysis

| Top 10 Holdings | Sector | % NAV |
|-----------------------------|----------------------------|-------|
| 1. WM Morrison Supermarkets | Consumer Staples | 5,0 |
| 2. Centrica | Utilities | 4,8 |
| 3. HSBC Holdings | Financials | 4,5 |
| 4. Sanofi | Health Care | 4,3 |
| 5. Tesco | Consumer Staples | 4,1 |
| 6. BNP Paribas | Financials | 3,9 |
| 7. Orange Belgium | Telecommunication services | 3,8 |
| 8. BP | Energy | 3,6 |
| 9. Pearson | Consumer Discretionary | 3,5 |
| 10. Eni | Energy | 3,5 |

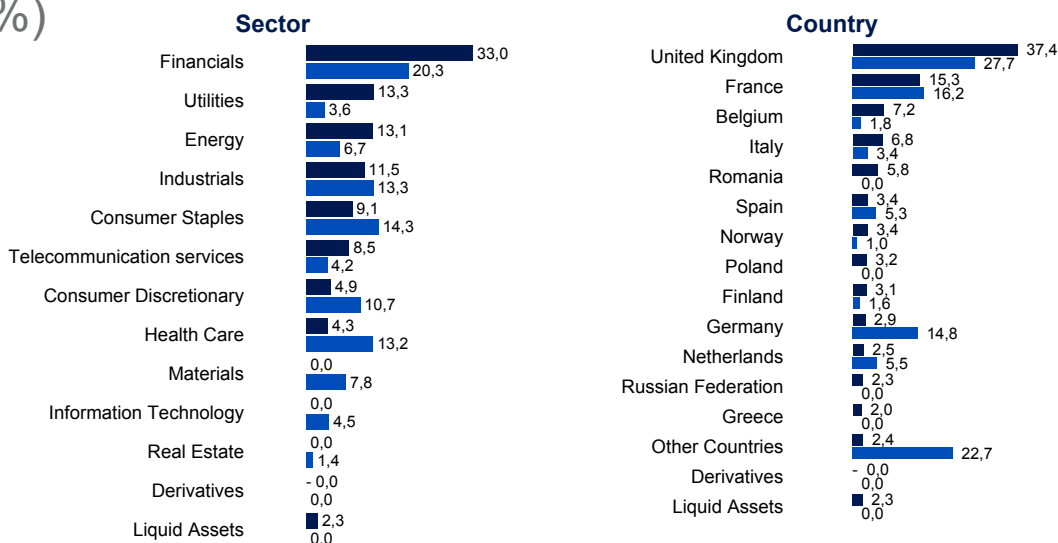
| Overweights | (%) | Underweights | (%) | Market Cap Split | Total | 41,0 |
|--------------------------|-----|-------------------|------|------------------|-------|------|
| WM Morrison Supermarkets | 4,9 | Nestle | -3,0 | <500 Million | | 0,0 |
| Centrica | 4,6 | Royal Dutch Shell | -2,5 | >=0.5<1 Billion | | 3,1 |
| Tesco | 3,9 | Roche Holding | -2,2 | >=1<2 Billion | | 13,4 |
| Orange Belgium | 3,8 | Novartis | -2,1 | >=2<5 Billion | | 3,8 |
| Pearson | 3,4 | Unilever | -1,9 | >=5 Billion | | 73,7 |
| | | | | Unclassified | | 6,0 |

Overweights and underweights data are based on fund's exposure to holdings grouped by name.

Asset Allocation (%)

Fund
 Benchmark

Liquid Assets contain cash, deposits and money market instruments with maturities of up to 397 days, which are respectively not part of the core investment objective and policy. The commitment linked to the equity index futures contracts, if present, is deducted from cash. Source: Schroders



Risk Considerations

Capital risk / distribution policy: Because the fund intends to pay dividends regardless of its performance, a dividend may include a return of part of your original investment.
 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.
 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.
 Capital risk / distribution policy: The expenses of this share class are paid out of capital rather than out of investment income. Distributions may be paid out of capital when investment income is less than the distribution policy rate and/or when an interest rate premium is paid. Capital growth will be reduced and in periods of low growth capital erosion may occur.
 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.

Currency risk / hedged share class: Changes in exchange rates will affect the returns on your investment. The aim of this 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 this currency and the fund's base currency.

Information

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 For your security, communications may be taped or monitored.

| | Accumulation | Distribution |
|---|---|------------------|
| SEDOL | BJTOKK3 | BJTOKP8 |
| Bloomberg | SCHEA1H:LX | SCHEA1U:LX |
| Reuters | LU1031140806.LUF | LU1031140988.LUF |
| ISIN | LU1031140806 | LU1031140988 |
| CUSIP | L8145X657 | L8145X665 |
| Fund Base Currency | EUR | |
| Dealing Frequency | Daily (13:00 CET) | |
| Ongoing Charges (latest available) | 2,38 % | |
| Minimum Investment Amount | 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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