

Schroders

2008 Interim Results

Data Pack

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advanced thinking



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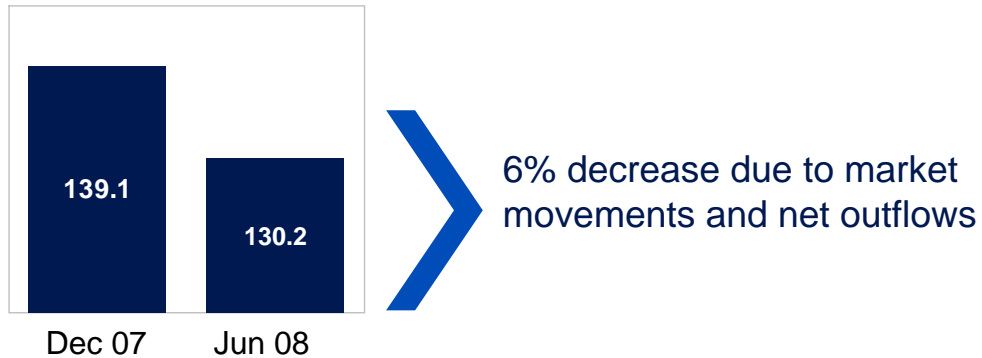
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Funds under management

£130.2 billion at end June 2008

Funds under management (£bn)



Institutional FUM (£bn)



Retail FUM (£bn)



Private Banking FUM (£bn)



Funds under management

£130.2 billion at end June 2008

£bn	Institutional	Retail	Private Banking	Total
31 December 2007	73.2	56.2	9.7	139.1
Net flows	(1.1)	(0.2)	0.2	(1.1)
Acquisition adjustments	0.9	-	0.3	1.2
Market movements & other	(5.4)	(4.8)	1.2*	(9.0)
30 June 2008	67.6	51.2	11.4	130.2

Institutional net outflows

- Reduced level of outflows at £1.1 billion (H1 2007: £4.1 billion) as Institutional business is successfully repositioned

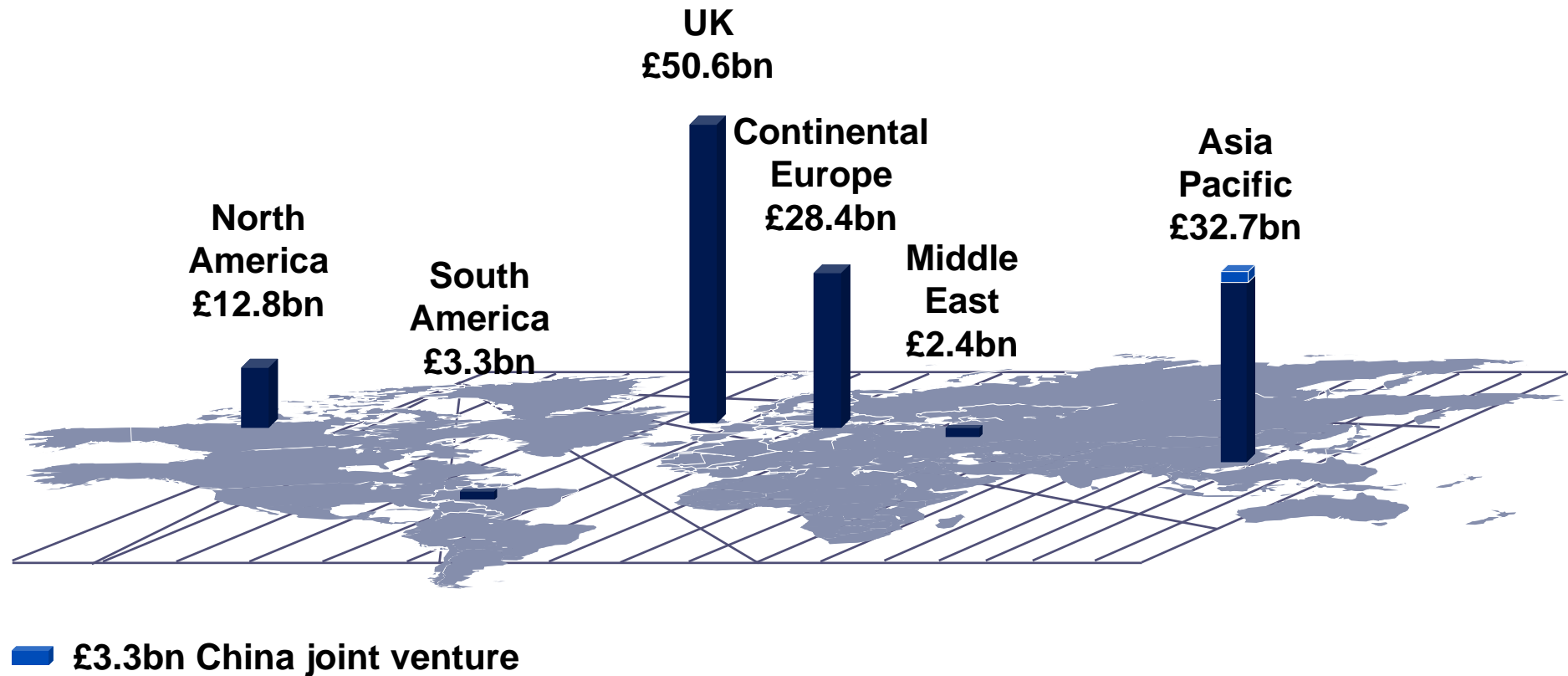
Retail net outflows

- Outflows of £0.2 billion in line with industry experience given challenging market conditions and negative investor sentiment (H1 2007: £3.6 billion inflows)



FUM by client domicile

- £79.6 billion funds under management outside the UK



2008 funds under management: Investment by client domicile

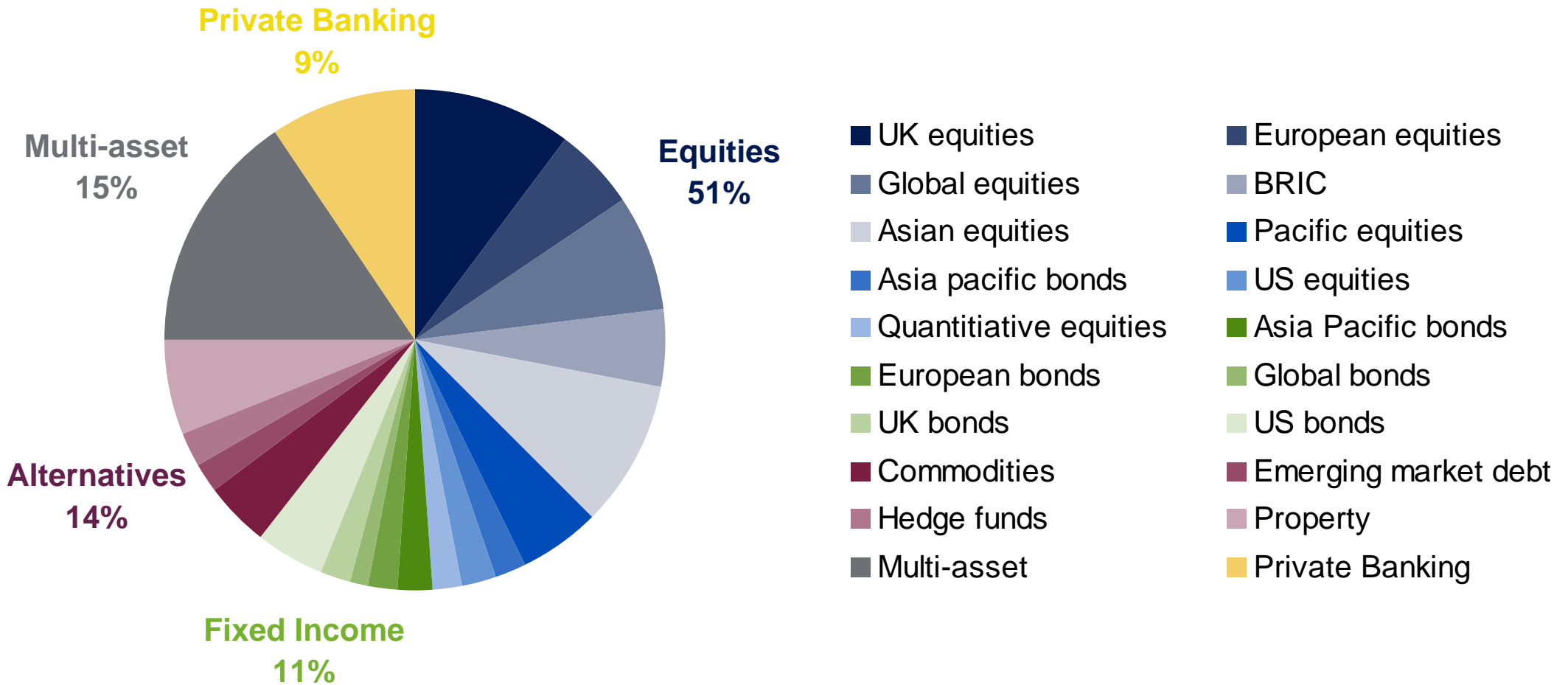
China joint venture funds under management are not reported within Group funds under management

Asset Management business flows

£bn	Inflows	H1 2007 Outflows	Net	Inflows	H2 2007 Outflows	Net	Inflows	H1 2008 Outflows	Net
Institutional	5.7	(9.8)	(4.1)	5.9	(12.4)	(6.5)	7.3	(8.4)	(1.1)
Retail	8.1	(4.5)	3.6	12.3	(7.1)	5.2	7.6	(7.8)	(0.2)
Total Asset Management	13.8	(14.3)	(0.5)	18.2	(19.5)	(1.3)	14.9	(16.2)	(1.3)

Challenging market conditions for Retail

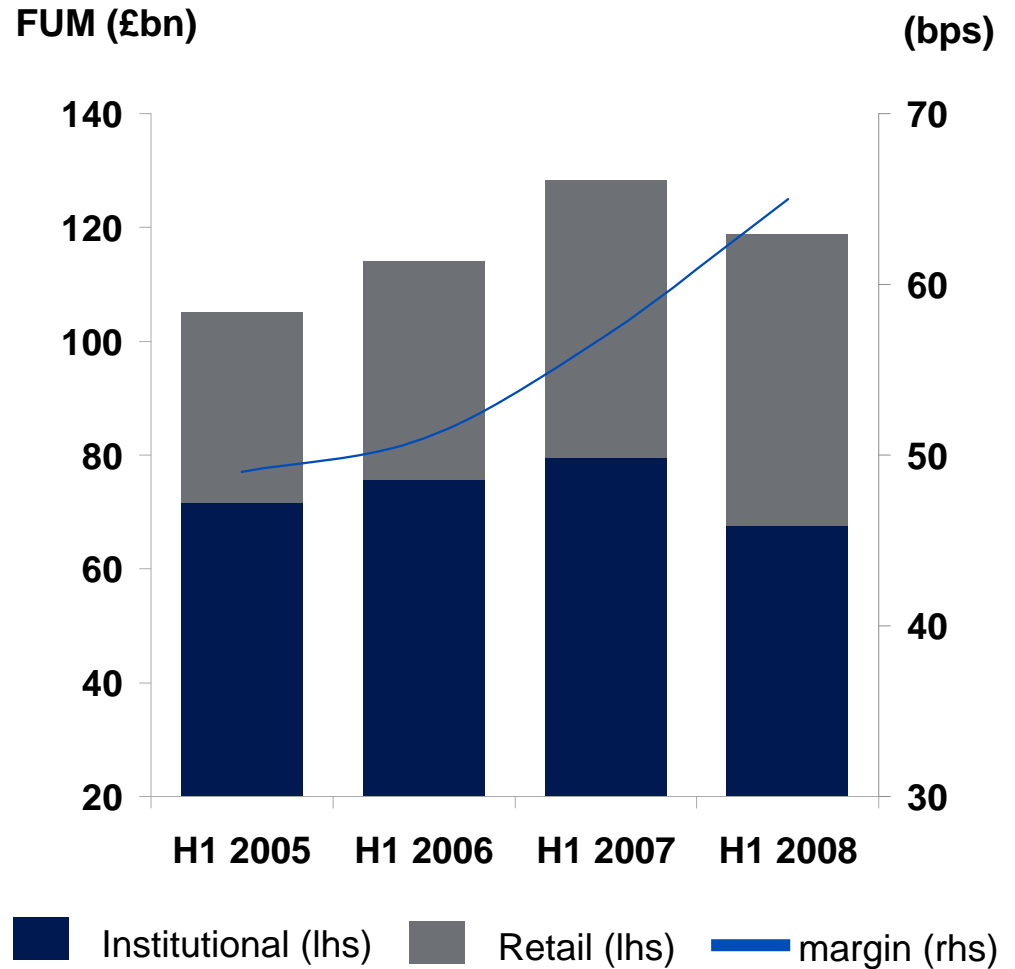
Diversity of Product Range



Focus on high margin products

- **Asset Management margins up 33% since 2005**
- **Channel diversity**
- **New products in Institutional**
- **Alternatives**
- **Performance fees**

Asset Management funds under management and margins



Income and cost metrics for the Group

	H1-07	H1-08
Compensation costs : operating revenues	47%	45%
Group cost : income ratio	61%	70%
Group cost : gross profit	64%	75%
Return on average capital (pre-tax)	25%	16%
Return on average capital (post-tax)	19%	12%

- Compensation costs : operating revenues = total Group compensation costs divided by gross profits for the Asset Management and Private Banking business segments
- Group cost : income ratio = total Group costs divided by total Group income
- Group cost : gross profit = total Group costs divided by total Group gross profits
- Return on average capital (pre-tax) = total Group profit before tax divided by average capital
- Return on average capital (post-tax) = total Group profit after tax divided by average capital

Gross profit margins – Asset Management

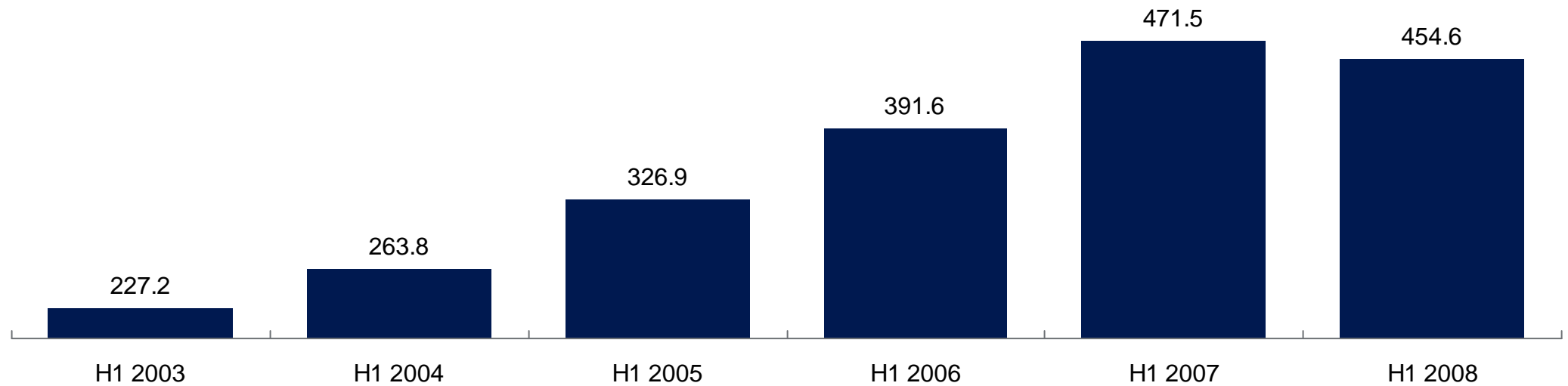
Asset Management gross profit £395.5 million

(H1 2007: £353.3 million)

	H1 2007	FY 2007	H1 2008
AM gross profit on average AM FUM	57bps	60bps	65bps
Of which: performance fees	2bps	3bps	3bps
AM costs on average AM FUM	39bps	41bps	44bps
AM operating profit on average AM FUM	18bps	19bps	21bps

Total income

£mn

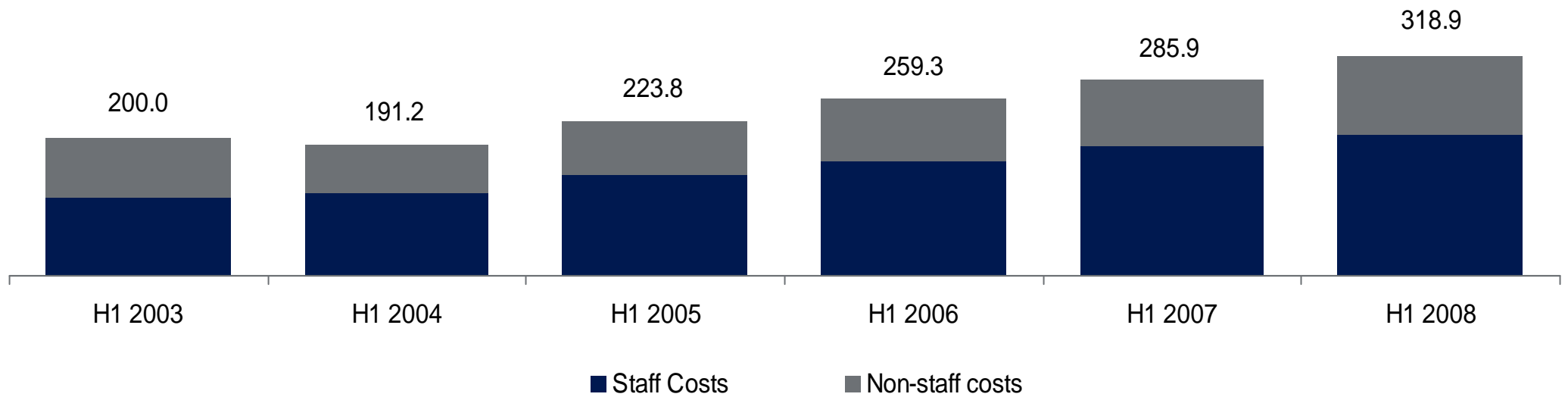


Income is the sum of gross profit; net finance income; and share of profit of associates and joint ventures
Figures 2003 based on UK GAAP, figures from 2004 onwards based on IFRS
2005 uses underlying income adjusted for £20.4mn gain on discontinued outsourcing project



Total costs

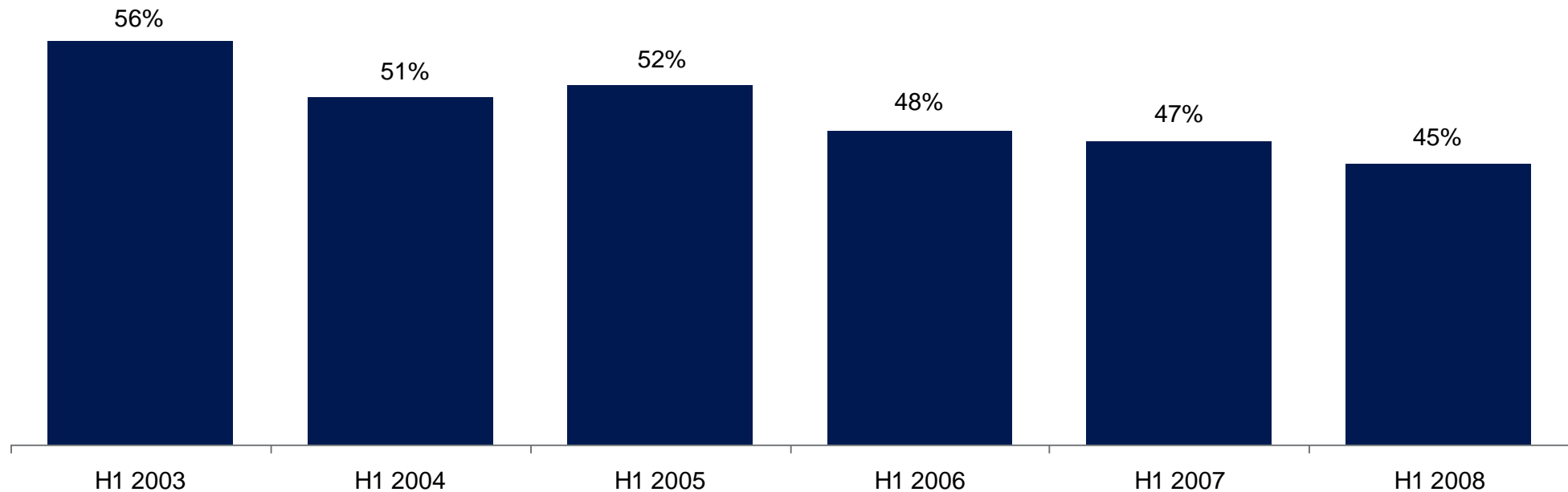
£mn



Figures 2003 based on UK GAAP, figures from 2004 onwards based on IFRS



Compensation costs: operating revenues

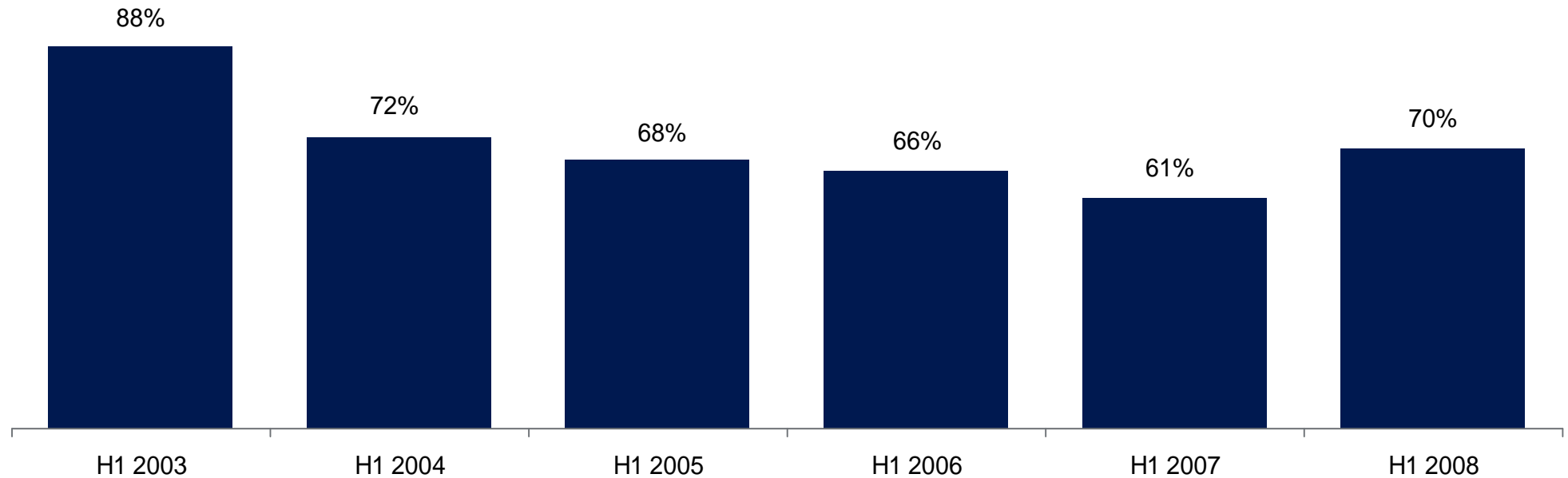


Total Group compensation costs divided by gross profits for the Asset Management and Private Banking business segments

Figures 2003 based on UK GAAP, figures from 2004 onwards based on IFRS



Cost: income ratio



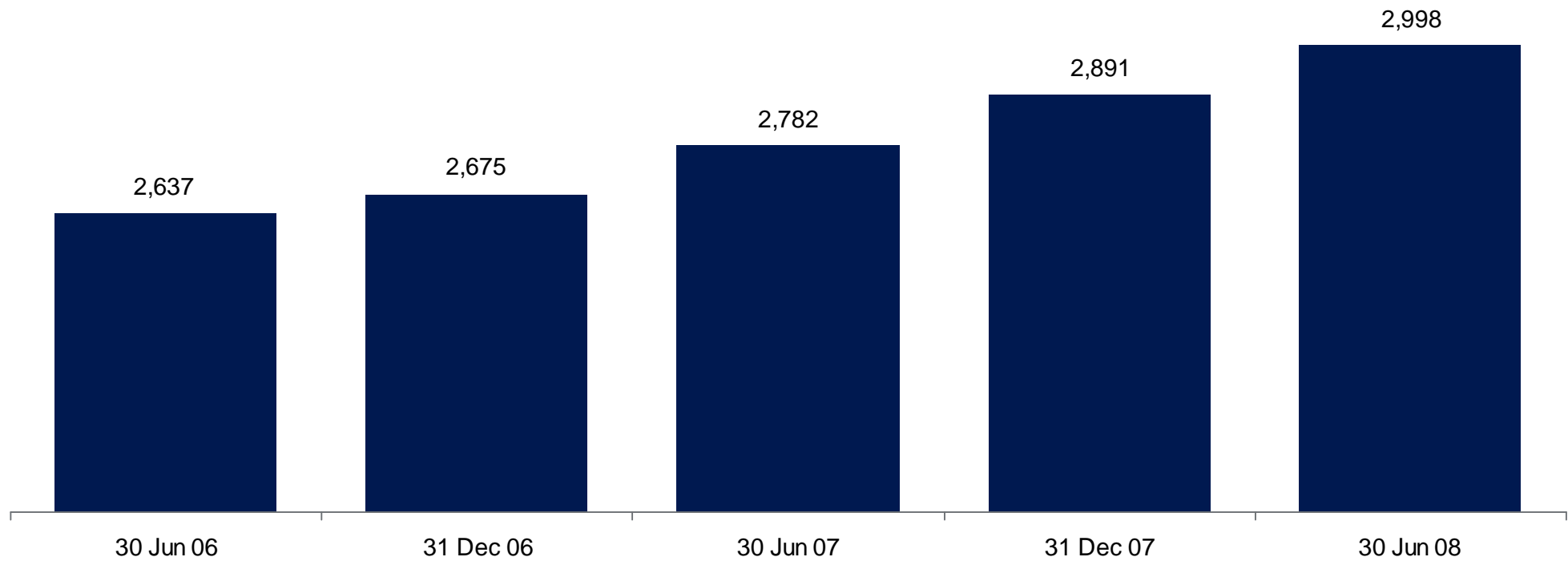
Total Group costs divided by total Group income

Figures 2003 based on UK GAAP, figures from 2004 onwards based on IFRS

2005 uses underlying profit adjusted for £20.4mn gain on discontinued outsourcing project



Headcount



Income statement progression

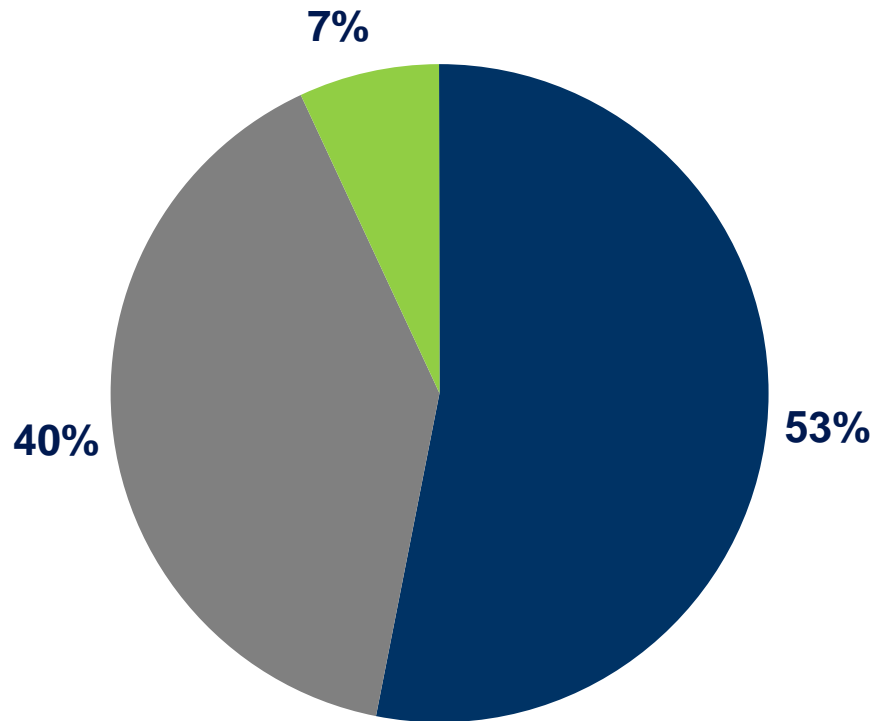
Profit before tax

£mn	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Q1 2008	Q2 2008
Asset Management income	177.3	186.4	198.8	222.9	197.1	208.9
Asset Management costs	(114.8)	(125.7)	(131.6)	(146.8)	(131.5)	(137.8)
Asset Management profit	62.5	60.7	67.2	76.1	65.6	71.1
Private Banking profit	7.5	8.4	11.3	14.1	10.9	11.4
Private Equity profit	19.9	16.3	20.2	2.1	2.4	5.0
Group profit	3.3	7.0	(0.6)	16.5	(36.7)	6.0
Profit before tax	93.2	92.4	98.1	108.8	42.2	93.5

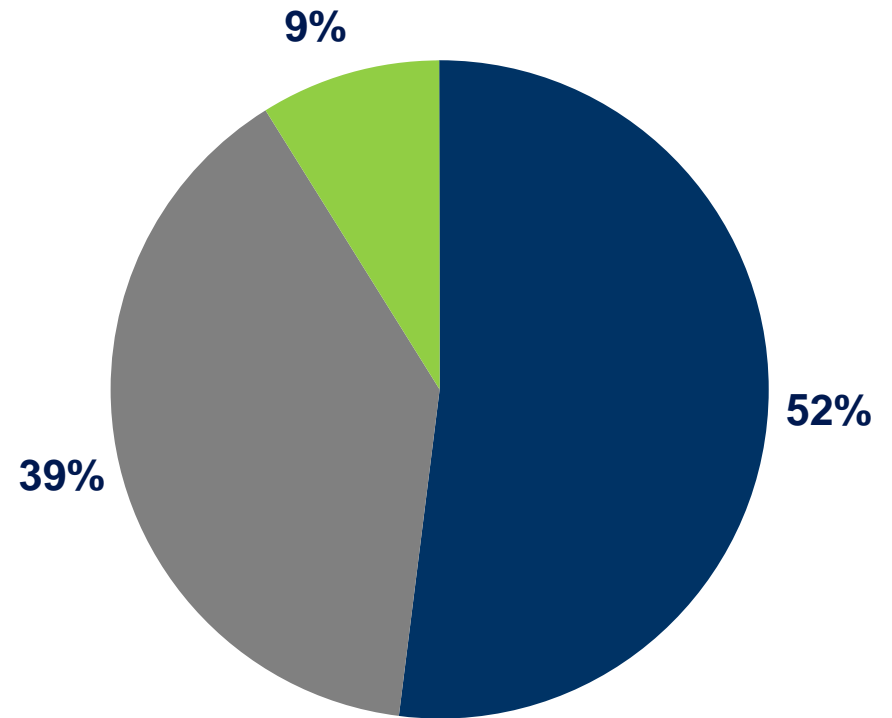
Funds under management diversity by channel

Funds under management £130.2 billion

31 Dec 2007



30 Jun 2008



■ Institutional

■ Retail

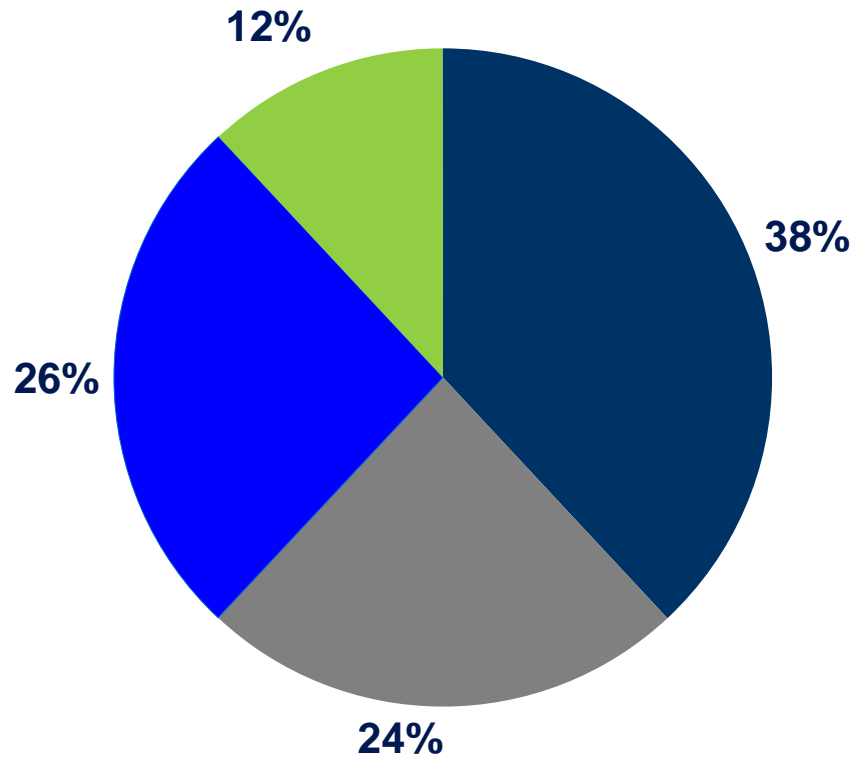
■ Private Banking



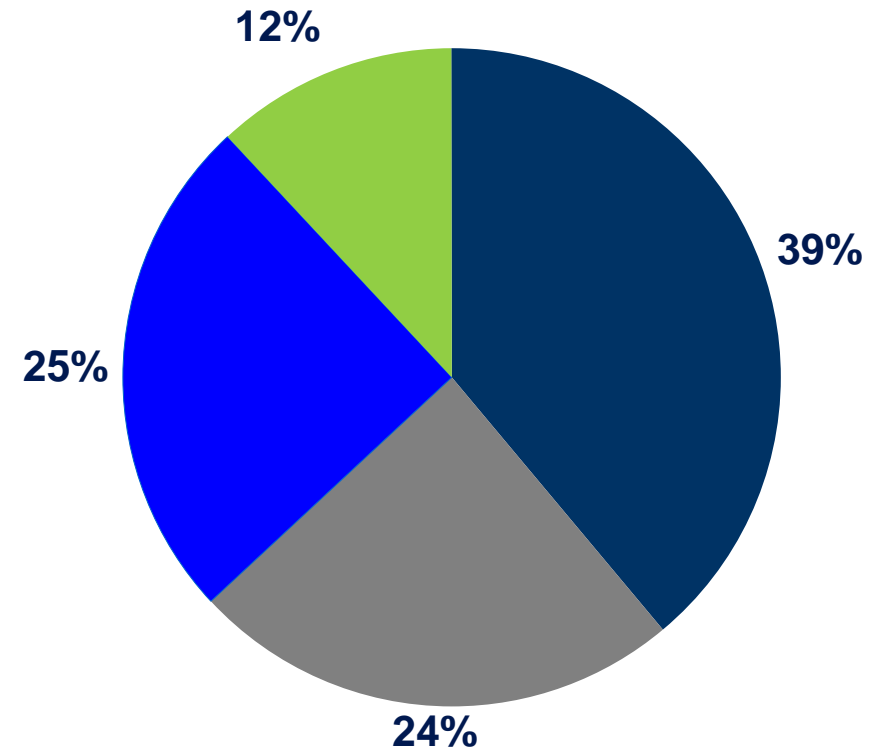
Funds under management diversity by geography

Funds under management £130.2 billion

31 Dec 2007



30 Jun 2008



- UK
- Continental Europe
- Asia Pacific
- Americas



Balance sheet

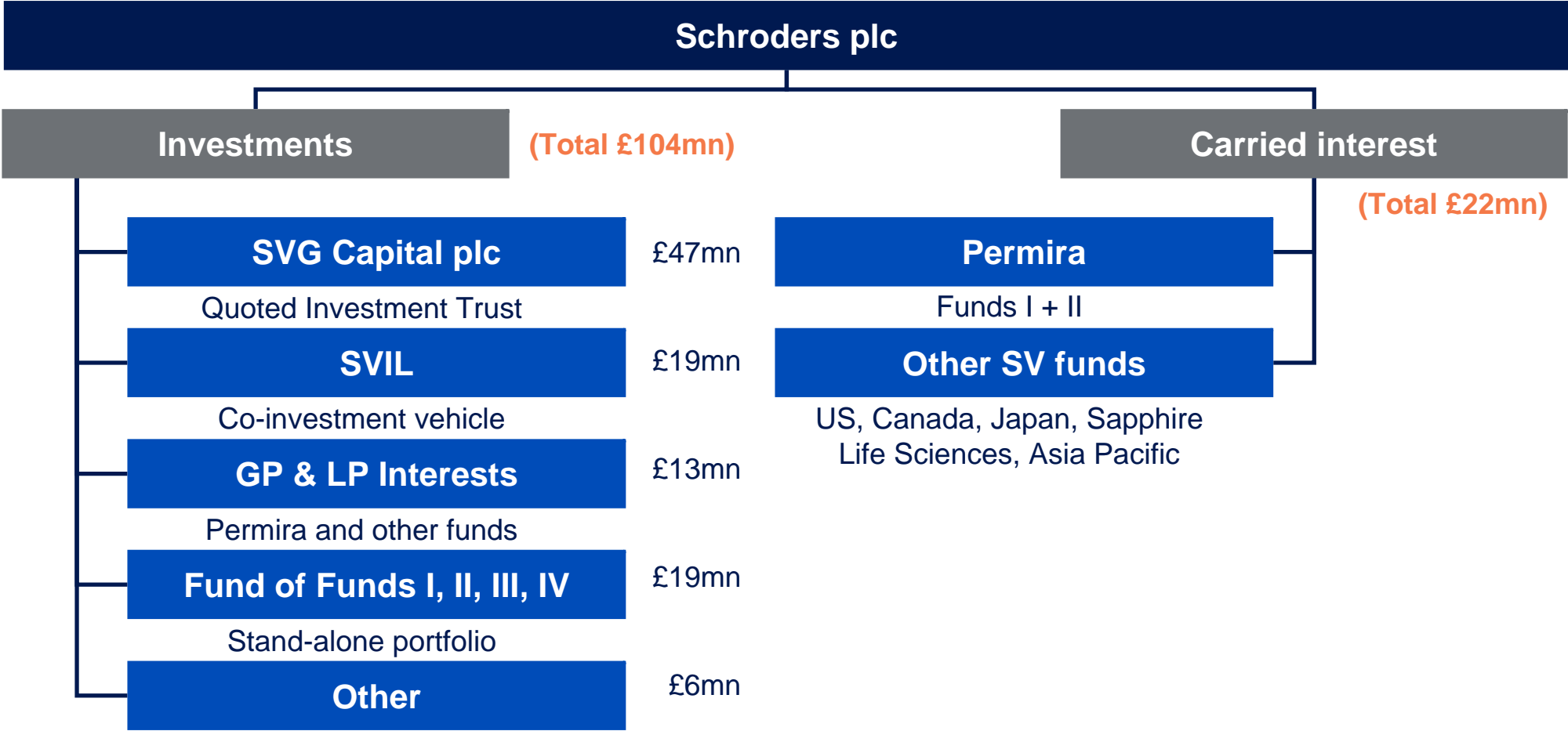
£mn	30 Jun 2007	31 Dec 07	30 Jun 2008
Intangible assets including goodwill	96.3	120.3	155.1
Other non-current assets	795.1	727.3	755.3
Current assets	2,745.6	3,263.8	3,494.0
Non-current assets held for sale	65.3	37.5	17.4
Assets backing insurance unit-linked liabilities	2,230.8	2,727.8	3,063.8
Total assets	5,933.1	6,876.7	7,485.6
Total equity*	1,576.0	1,696.2	1,619.4
Non-current liabilities	329.6	332.2	330.0
Current liabilities	1,796.7	2,120.5	2,472.4
Insurance unit-linked liabilities	2,230.8	2,727.8	3,063.8
Total equity and liabilities	5,933.1	6,876.7	7,485.6

* Includes minority interests (Jun 2008: £2.1mn; Dec 2007: £0.5mn; Jun 2007: £0.4mn)

Movement in capital

£mn	H1-08
Opening balance	1,695.7
Profit before tax	135.7
Tax and minority interests	(35.0)
Dividends	(59.4)
Other transactions with equity holders	(89.9)
Net decrease in AFS reserve	(26.3)
Net actuarial losses on defined benefit pension schemes	(24.3)
Other	20.8
Closing balance	1,617.3

Private Equity interests



Forward-looking statements

These presentation slides contain certain forward-looking statements and forecasts with respect to the financial condition and results of the businesses of Schroders plc

These statements and forecasts involve risk and uncertainty because they relate to events and depend upon circumstances that may occur in the future

There are a number of factors that could cause actual results or developments to differ materially from those expressed or implied by those forward-looking statements and forecasts. Nothing in this presentation should be construed as a profit forecast