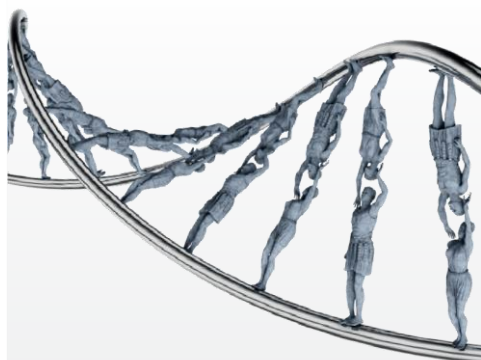




Schroder International Selection Fund

QEP Global Quality




Asset class

 Bonds

 Equities 

 Alternatives

 Property

Fund ratings



Source: Morningstar, awarded to C Acc share class, as at 28 February 2017. © 2017 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. For more detailed information about Morningstar's Analyst Rating, including its methodology, please go to: <http://corporate.morningstar.com/us/documents/MethodologyDocuments/AnalystRatingforFundsMethodology.pdf>. For disclosure and detailed information about this fund please refer to full Morningstar Global Fund Report that can be accessed here: <http://essentials.morningstar.com/file/downloadEduAnalystRatingReport?IsUKCOUNTRY=false&univ=FO&isFullReport=true&msgType=514,639&MstarId=F000000PD5&countryId=LUX&languageId=EN>. Please note that information is only available in English.

Schroder ISF¹ QEP Global Quality follows an index-unconstrained strategy which tends to perform particularly well at times of market uncertainty or heightened risk aversion. It aims to deliver above-market returns over the long run.

Why invest?

- Aims to offer investors a more stable alternative to traditional growth approaches, by investing in higher quality companies while maintaining an awareness of valuation
- Exploits a wide opportunity set, tapping into all sectors and regions, including the emerging markets
- Innovative approach to portfolio construction combining high conviction with broad diversification
- Highly experienced and well-resourced team managing over €39 billion of global and emerging equity strategies.

Source: Schroders, as at 31 December 2016.

Key characteristics

A more stable growth proposition

Our research has found that Quality companies (as defined by measures of profitability, stability, financial strength and governance) tend to outperform in the long-run. We also maintain an awareness of valuation, which helps us to avoid over-paying for quality attributes. While the fund is designed to outperform across a broad range of market environments, it tends to perform particularly well at times of market uncertainty or heightened risk aversion. As such, the fund offers investors a more stable form of growth investing and aims to deliver higher returns through time, but with a typically lower level of volatility than the broader market.

Exploiting genuine breadth of opportunity

We maximise the opportunity set by looking beyond the index² to an investment universe of more than 15,000 stocks globally. The fund is highly diversified, typically investing in over 400 stocks, which enables us to gain exposure to many more potential return opportunities in a risk-controlled way. More stocks does not mean compromising on conviction and the fund's active share³ is typically higher than 70% – the fund looks very different to the index.

Intelligent portfolio construction

Our process is focused on delivering returns through stock selection and does not impose any index-based sector or region constraints, enabling us to invest wherever we find the best opportunities. Moreover, by weighting stocks based on their fundamentals and not their size, our portfolios express genuine conviction and are not forced to hold higher weightings in more expensive stocks. Our portfolio construction tools allow us to manage the risk-return trade-off efficiently and we also focus on cost-effective implementation.

²The MSCI AC World (NDR) is used for performance comparison purposes only as the strategy is index unconstrained.

³Active share is a measure of the proportion of a portfolio's holdings that are different to the benchmark; an indexed portfolio identical to the benchmark would have a 0% active share, and a portfolio with no overlap at all with the benchmark would have an active share of 100%.

Fund management team

The QEP Investment Team was established in 1996 and has managed assets since 2000. The team, led by Justin Abercrombie, consists of 25 members based in London, Sydney and New York. It manages over €39 billion across a comprehensive range of global and emerging market equity strategies on behalf of clients all over the world.

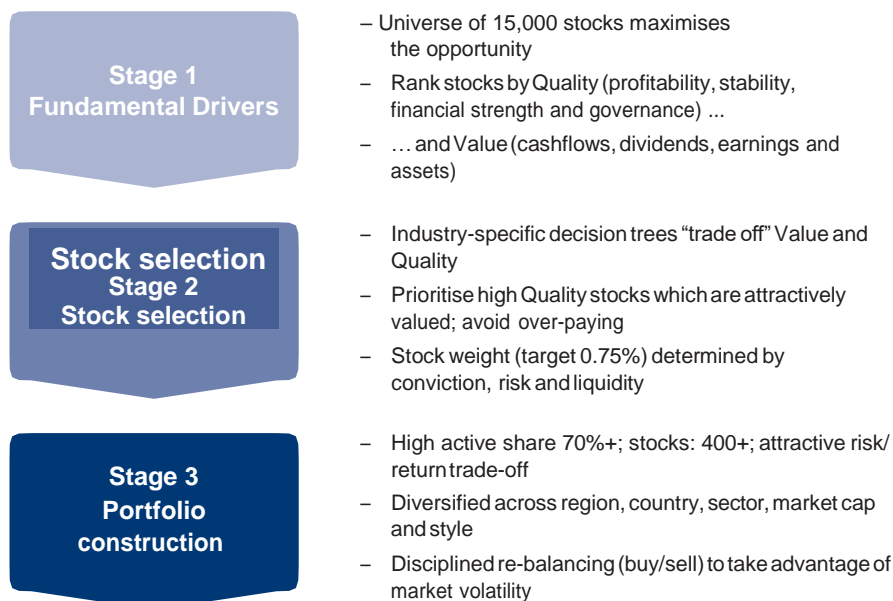
Source: Schroders, team as at 28 February 2017, AUM as at 31 December 2016.



Schroders

Investment process

The investment process for the fund can be summarised in three stages:



Risk considerations

- The capital is not guaranteed
- Investments denominated in a currency other than that of the share-class may not be hedged. The market movements between those currencies will impact the share-class
- The fund will not hedge its market risk in a down cycle. The value of the fund will move similarly to the markets
- Emerging equity markets may be more volatile than equity markets of well established economies. Investments into foreign currencies entail exchange risks
- Changes in China’s political, legal, economic or tax policies could cause losses or higher costs for the fund.

Key information

ISIN code	LU0319795521
Bloomberg code	SCHGQAC:LX
Date of inception	17 October 2007
Fund currency	USD
Reference index	MSCI AC World (NDR) ¹
Ongoing charges (latest available)²	0.95%
Entry charge	Up to 1.00% of gross investment amount

Information in the table above is for the C Accumulation share class, for further share class information please see the Prospectus.

¹ This index is used for performance comparison purposes only as the strategy is index-unconstrained.

² The ongoing charges figure is based on the last year’s expenses for the year ending December 2016 and may vary from year to year.

Schroders’ awards



Source: Global Investor ISF ‘Asset Manager of the Year’ awarded July 2016; International Adviser Product & Service Awards 2016, International Retirement Provider of the Year.

To learn more about the **Schroder ISF QEP Global Quality**, visit

www.schroders.com/qep

About Schroders



€465.2bn of assets under management and administration.



An extensive global network of 4,100+ employees.



41 offices in 27 countries across Europe, the Americas, Asia, the Middle East and Africa.



Over 200 years’ experience of investment markets.

Source: Schroders, as at 31 December 2016.



Source: Fitch, as at 27 April 2016.

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