

Schroder International Selection Fund Securitised Credit

C Accumulation Share Class

Fund Launch Date

06 September 2017

Total Fund Size (Million)

USD 574,6

Share Price End of Month (USD)

103,75

Total number of holdings

206

Benchmark

USD LIBOR 3 Months

Fund Manager

Michelle Russell-Dowe

Managed fund since

06 September 2017

Running Yield

3,14 %

Effective Duration of Fund in Years

0,22

Effective Yield

3,40 %

Option Adjusted Spread of Fund

102 bp

Average Credit Rating

AA-

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

The fund aims to provide income and capital growth by investing in securitised assets issued by entities worldwide.

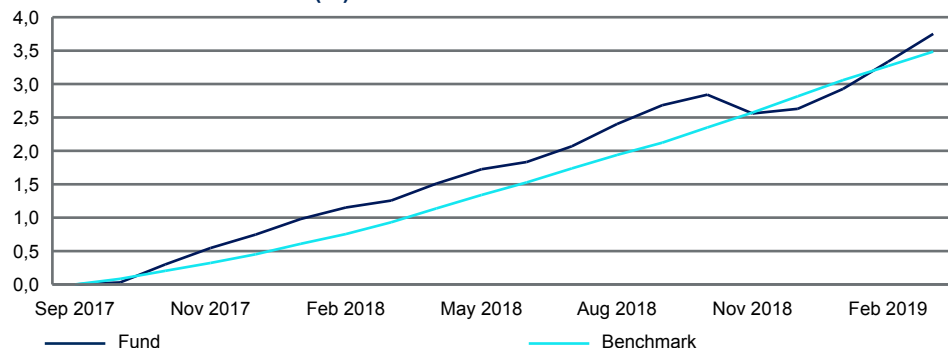
The fund invests at least two-thirds of its assets in securitised investments including but not limited to asset-backed securities (ABS), residential mortgage-backed securities (MBS) and commercial mortgage-backed securities (CMBS). The fund may also invest in collateralised loan obligations (CLOs). The fund may invest up to 100% of its assets in ABS, MBS and CMBS issued worldwide with an investment grade and sub-investment grade credit rating (as measured Standard & Poor's or any equivalent grade of other credit rating agencies). Underlying assets of the asset-backed securities may include credit card receivables, personal loans, auto loans, transportation finance and small business loans. The fund may invest up to 30% of its assets in securities with a sub-investment grade credit rating (as measured Standard & Poor's or any equivalent grade of other credit rating agencies). 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	Since Launch
Fund	0,4	1,1	1,0	1,1	2,5	---	---	3,8
Benchmark	0,2	0,7	1,3	0,7	2,5	---	---	3,5

Annual Performance (%)	2018	2017	2016	2015	2014
Fund	1,9	---	---	---	---
Benchmark	2,4	---	---	---	---

Performance Since Launch (%)



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.

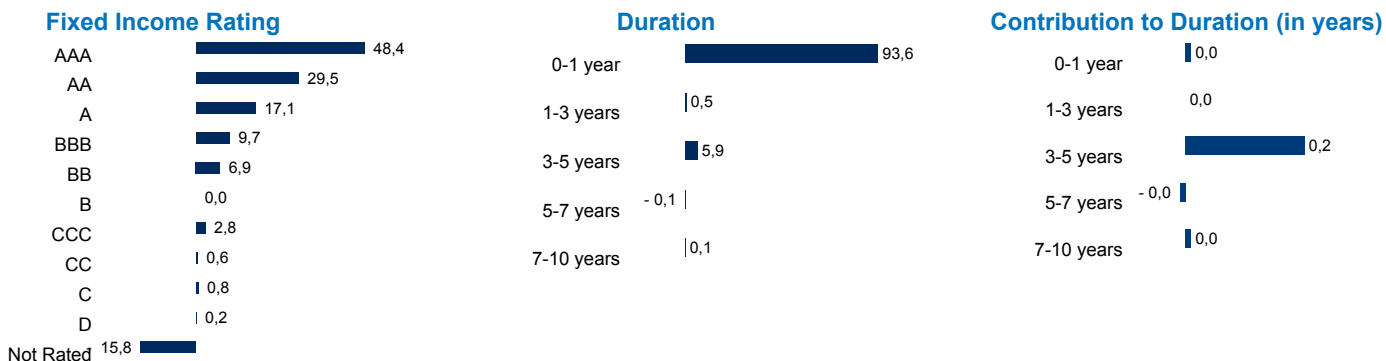
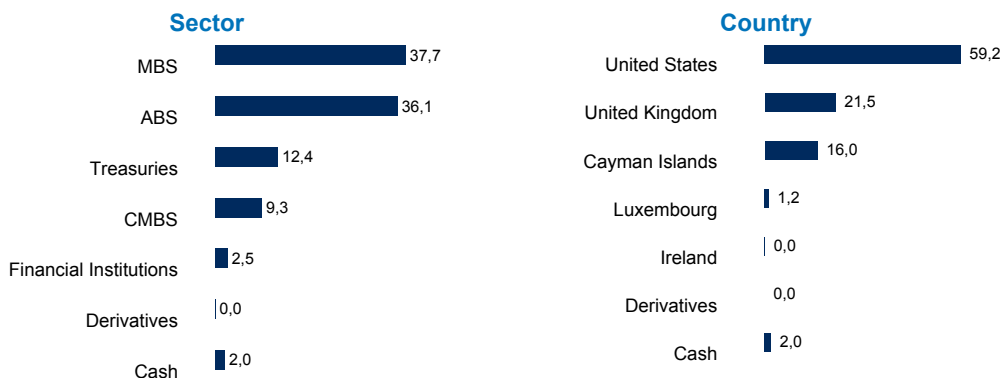
Some performance differences between the fund and the benchmark may arise because the fund performance is calculated at a different valuation point from the benchmark.

Source: Schroders

Holdings Analysis

Top 10 Holdings	Sector	% NAV
1. United States Treasury Bill 0% 20/06/2019	Treasuries	7,8
2. United States Treasury Bill 0% 06/06/2019	Treasuries	4,7
3. Capital One Multi-Asset Exec 2.89375% 15/01/2025	ABS	2,6
4. Ambac LSNI 7.59175% 12/02/2023	Financial Institutions	2,5
5. CAL Funding III 3.62% 25/06/2042	ABS	2,2
6. Landmark Mortgage Sec. No 2 1.10638% 17/06/2039	MBS	2,2
7. Paragon Mortgages 1.16325% 15/06/2041	MBS	2,1
8. Dukinfield II 4.58713% 20/12/2052	MBS	2,0
9. Resloc UK 1.00463% 15/12/2043	MBS	2,0
10. MP CLO VIII 3.67475% 28/10/2027	ABS	1,8
	Total	29,9

Asset Allocation (%)



Credit ratings are calculated using asset ratings from different rating agencies. The figures do not include the exposure commitment of the derivative contracts.

Source: Schroders

Risk Considerations

- **ABS and MBS risk:** Mortgage or asset-backed securities may not receive in full the amounts owed to them by underlying borrowers.
- **Capital risk / negative yields:** When interest rates are very low or negative, the fund's yield may be zero or negative, and you may not get back all of your 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.
- **Counterparty risk / money market & deposit:** A failure of a deposit institution or an issuer of a money market instrument could create losses.
- **Credit risk:** A decline in the financial health of an issuer could cause the value of its bonds to fall or become worthless.
- **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.
- **High yield bond risk:** High yield bonds (normally lower rated or unrated) generally carry greater market, credit and liquidity risk.
- **Interest rate risk:** A rise in interest rates generally causes bond prices to fall.
- **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. Capital growth will be reduced and in periods of low growth capital erosion may occur.

Information

Schroder Investment Management (Europe) S.A.
 5, rue Höhenhof
 1736 Senningerberg
 Luxembourg
 Tel.: (352) 341 342 212
 Fax: (352) 341 342 342
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	Accumulation	Distribution
SEDOL	BD82279	BD822C4
Bloomberg	SCHICCA:LX	SCHICCU:LX
Reuters	LU1662754669.LUF	LU1662755120.LUF
ISIN	LU1662754669	LU1662755120
CUSIP	L8146K506	L8146K530
Fund Base Currency	USD	
Dealing Frequency	Daily (13:00 CET)	
Ongoing Charges (latest available)	0,55 %	
Minimum Investment Amount	EUR 1 000 or USD 1 000 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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Ongoing Charges: This figure includes the annual management fee and administrative costs but excludes any performance fee or portfolio transaction costs (except in the case of an entry or exit charge paid by a fund when buying or selling units in another fund). Ongoing charges may vary from year to year. The Fund may incur further expenses (not included in the above Ongoing charges) as permitted by the Prospectus.

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