

Schroder International Selection Fund Emerging Markets Debt Absolute Return

C Accumulation USD | Data as at 31.12.2019

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Fund objectives and investment policy

The fund aims to provide an absolute return of capital growth and income by investing in bonds in emerging markets. Absolute return means the fund seeks to provide a positive return over a 12 month period in all market conditions, but this cannot be guaranteed and your capital is at risk.

The fund invests at least two-thirds of its assets in bonds, currencies and money market instruments in emerging markets. The bonds are issued by governments, government agencies and companies. The fund may also hold cash. In aiming to deliver an absolute return, the fund may hold up to 40% of its assets in cash and money market instruments in developed markets. The fund may invest in excess of 50% of its assets in bonds that have a below investment grade credit rating (as measured by 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.

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

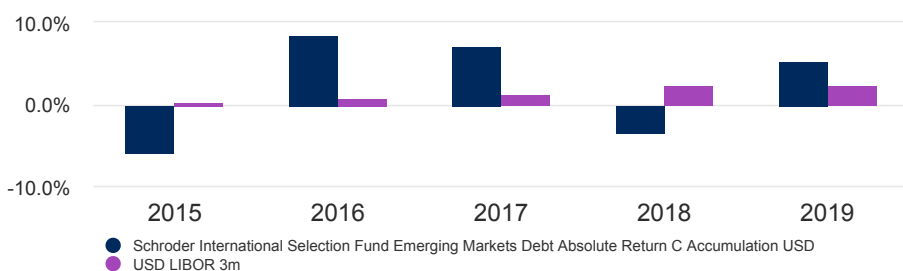
Share class performance

Cumulative performance	1 month	3 months	YTD	1 year	3 years	5 years	10 years
Share class (Net)	2.9	2.9	5.3	5.3	9.0	11.2	16.3
Benchmark	0.2	0.5	2.4	2.4	6.1	7.2	9.0

Discrete yearly performance	Dec 14 - Dec 15	Dec 15 - Dec 16	Dec 16 - Dec 17	Dec 17 - Dec 18	Dec 18 - Dec 19
Share class (Net)	-5.9	8.5	7.2	-3.5	5.3
Benchmark	0.3	0.8	1.3	2.4	2.4

Calendar year performance	2015	2016	2017	2018	2019
Share class (Net)	-5.9	8.5	7.2	-3.5	5.3
Benchmark	0.3	0.8	1.3	2.4	2.4

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. This fund aims to achieve an absolute return and is therefore not managed to a specific benchmark. With effect from 01.06.2008 Schroder ISF Emerging Markets Debt changed its name to Schroder ISF Emerging Markets Debt Absolute Return.

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

Fund facts

Fund manager	Abdallah Guezour
Managed fund since	01.07.2000
Fund management company	Schroder Investment Management (Europe) S.A.
Domicile	Luxembourg
Fund launch date	29.08.1997
Share class launch date	17.01.2000
Fund base currency	USD
Share class currency	USD
Fund size (Million)	USD 4,413.36
Number of holdings	55
Benchmark	USD LIBOR 3m
Unit NAV	USD 33.0993
Dealing frequency	Daily
Distribution frequency	No Distribution

Fees & expenses

Annual management fee	0.9%
Ongoing charge	1.21%

Purchase details

Minimum initial subscription	USD 1,000 ; EUR 1,000 or their near equivalent in any other freely convertible currency.
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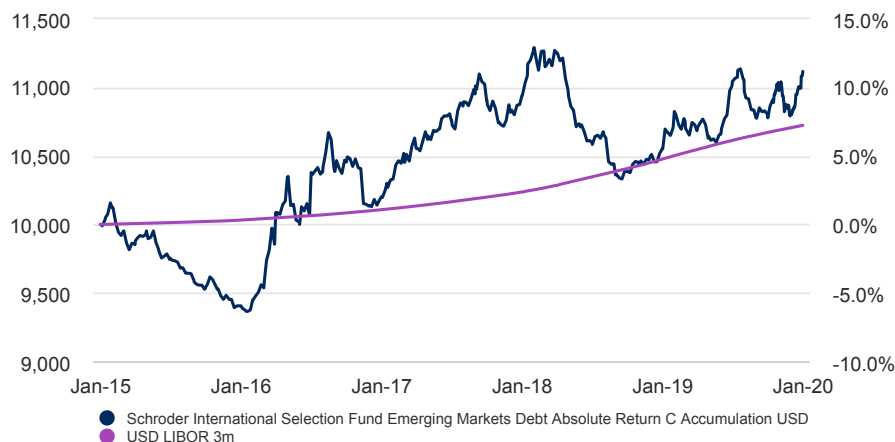
Codes

ISIN	LU0106253437
Bloomberg	SCHEDCA LX
SEDOL	5794847
Reuters	LU0106253437.LUF

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5 year return of USD 10,000



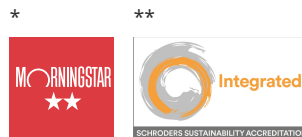
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The chart is for illustrative purposes only and does not reflect an actual return on any investment. Returns are calculated bid to bid (which means performance does not include the effect of any initial charges), net income reinvested, net of fees.

Risk considerations

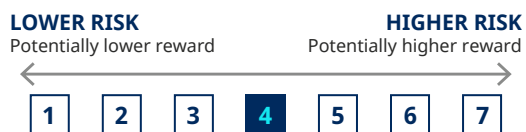
- Capital risk / negative yields:** When interest rates are very low or negative, the fund's yield may be zero or negative, and you may not get back all of your investment.
- China country risk:** Changes in China's political, legal, economic or tax policies could cause losses or higher costs for the fund.
- 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.
- Emerging markets & frontier risk:** Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty and operational risk.
- 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.

Ratings and accreditation



Please refer to the Important information section for the disclosure. The above are external ratings and the internal ESG accreditation.

Synthetic risk & reward indicator (SRI)



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	Benchmark
Annual volatility (%) (3y)	5.3	0.2
Effective duration (years)	2.9	-
Current yield (%)	7.1	-

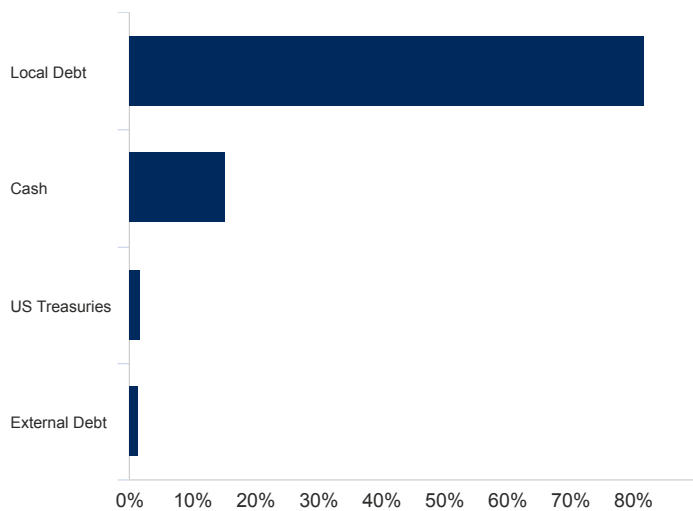
Source: Morningstar. The above ratios are based on bid to bid price based performance data.

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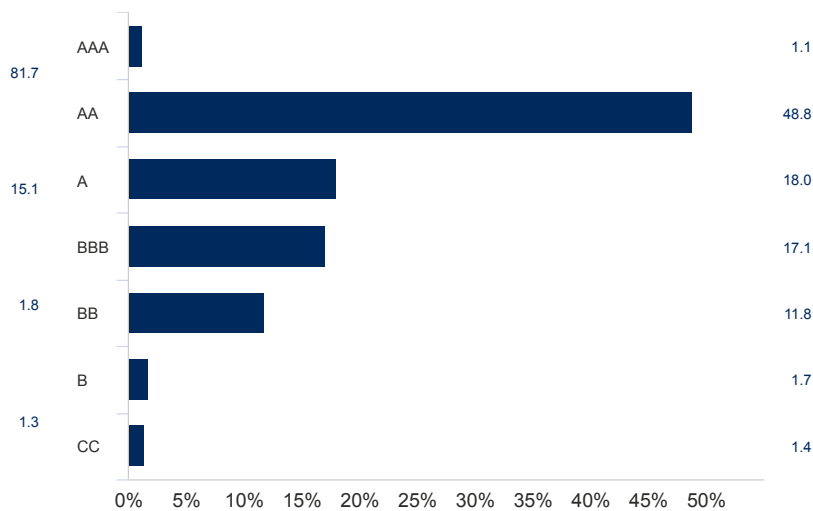
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Asset allocation

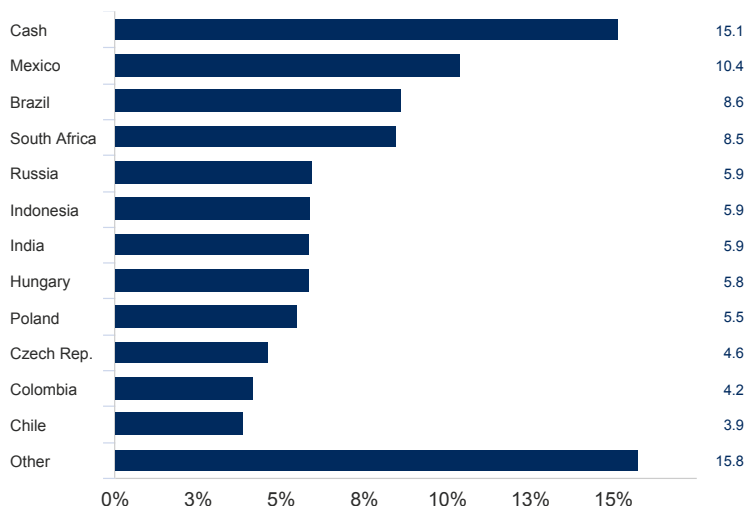
Sector (%)



Credit quality (%)



Geographical Breakdown (%)



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

Share class available

	C Accumulation USD	C Distribution USD
Distribution frequency	No Distribution	Annually
ISIN	LU0106253437	LU0080735540
Bloomberg	SCHEDCA LX	SCHEDCI LX
SEDOL	5794847	5345858

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** 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.