Schroders

Marketing material

Schroder International Selection Fund European Alpha Absolute Return

A Accumulation USD Hedged | Data as at 29.02.2024

Fund objectives and investment policy

The fund aims to provide an absolute return after fees have been deducted by investing directly, or indirectly through derivatives, in equities of European companies.Absolute return means the fund seeks to provide a positive return over a period of 12 months in all market conditions, but this cannot be guaranteed and your capital is at risk.

Above is the Investment Objective of the fund. For details on the fund's Investment Policy please see the KID.
The Fund has environmental and/or social characteristics (within the meaning of Article 8 SFDR).
Relevant risks associated with an investment in this fund are shown below and should be carefully considered before making any investment. 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 investments to fall as well as rise. Performance data does not take into account any commissions and costs, if any, charged when units or shares of any fund, as applicable, are issued and redeemed.

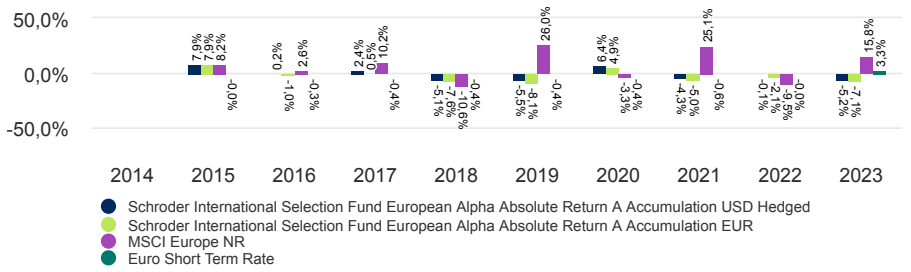
Share class performance (%)

Cumulative performance	1 month	3 months	YTD	1 year	3 years	5 years	Since inception
USD Hedged	-0,4	-0,1	0,7	-7,2	-9,9	-4,3	-1,2
EUR Unhedged	-0,5	-0,5	0,5	-8,8	-14,1	-12,3	-
Comparator 1 EUR	1,9	7,4	3,5	10,4	33,5	49,7	-
Comparator 2 EUR	0,3	1,0	0,7	3,6	3,5	2,6	-

Discrete yearly performance (%)	Jan 15 - Jan 16	Feb 15 - Feb 16	Feb 16 - Feb 17	Feb 17 - Feb 18	Feb 18 - Feb 19	Feb 19 - Feb 20	Feb 20 - Feb 21	Feb 21 - Feb 22	Feb 22 - Feb 23	Feb 23 - Feb 24
USD Hedged	-	5,9	0,6	-2,5	-6,4	-1,9	8,4	-2,7	-0,2	-7,2
EUR Unhedged	-	5,3	-0,7	-4,5	-9,0	-4,5	7,0	-3,4	-2,6	-8,8
Comparator 1 EUR	-	-13,4	14,7	5,0	1,3	3,0	8,9	15,4	4,8	10,4
Comparator 2 EUR	-	-0,1	-0,3	-0,4	-0,4	-0,4	-0,5	-0,6	0,4	3,6

Calendar year performance	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
USD Hedged	-	7,9	0,2	2,4	-5,1	-5,5	6,4	-4,3	-0,1	-5,2
EUR Unhedged	-	7,9	-1,0	0,5	-7,6	-8,1	4,9	-5,0	-2,1	-7,1
Comparator 1 EUR	-	8,2	2,6	10,2	-10,6	26,0	-3,3	25,1	-9,5	15,8
Comparator 2 EUR	-	-0,0	-0,3	-0,4	-0,4	-0,4	-0,4	-0,6	-0,0	3,3

Performance over 10 years (%)



Ratings and accreditation

Please refer to the Source and ratings information section for details on the icons shown above.

Fund facts

Fund manager	Nick Kissack Bill Casey
Managed fund since	28.02.2019 ; 28.02.2019
Fund management company	Schroder Investment Management (Europe) S.A.
Domicile	Luxembourg
Fund launch date	11.02.2014
Share class launch date	21.05.2014
Fund base currency	EUR
Share class currency	USD
Fund size (Million)	EUR 45,05
Number of holdings	64
Comparator 1	MSCI Europe NR
Comparator 2	Euro Short Term Rate
Unit NAV	USD 95,3268
Dealing frequency	Daily
Distribution frequency	No Distribution

Fees & expenses

Entry charge up to	3,00%
Performance fee	0,00%
Performance fee calculation methodology	20% of the outperformance over the Euro Short Term Rate, subject to a High Water Mark
Ongoing charge	1,97%
Redemption fee	0,00%

Purchase details

Minimum initial subscription	USD 1.000 ; EUR 1.000 or their near equivalent in any other freely convertible currency.

Codes

ISIN	LU1065104314
Bloomberg	SEAARAU LX
SEDOL	BMH4592
Reuters code	LU1065104314.LUF

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Risk considerations

Concentration risk: The fund may be concentrated in a limited number of geographical regions, industry sectors, markets and/or individual positions. This may result in large changes in the value of the fund, both up or down.
Counterparty risk: The fund may have contractual agreements with counterparties. If a counterparty is unable to fulfil their obligations, the sum that they owe to the fund may be lost in part or in whole.
Currency risk: The fund may lose value as a result of movements in foreign exchange rates, otherwise known as currency rates.
Currency risk / hedged share class: The currency hedging of the share class may not be fully effective and residual currency exposure may remain. The cost associated with hedging may impact performance and potential gains may be more limited than for unhedged share classes.
Derivatives risk: Derivatives, which are financial instruments deriving their value from an underlying asset, may be used to manage the portfolio efficiently. The fund may also materially invest in derivatives including using short selling and leverage techniques with the aim of making a return. A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund.
Issuer risk: The fund is permitted to invest more than 35% of its scheme property in transferable securities and money market instruments issued or guaranteed by an EEA State / governments of the following country: France.
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, meaning investors may not be able to have immediate access to their holdings.
Market risk: The value of investments can go up and down and an investor may not get back the amount initially invested.
No capital guarantee risk: Positive returns are not guaranteed and no form of capital protection applies
Operational risk: Operational processes, including those related to the safekeeping of assets, may fail. This may result in losses to the fund.
Performance risk: Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.
Sustainability risk: The fund has environmental and/or social characteristics. This means it may have limited exposure to some companies, industries or sectors and may forego certain investment opportunities, or dispose of certain holdings, that do not align with its sustainability criteria chosen by the investment manager. The fund may invest in companies that do not reflect the beliefs and values of any particular investor.
Currency risk / hedged shareclass: The currency hedging of the share class may not be fully effective and residual currency exposure may remain. The cost associated with hedging may impact performance and potential gains may be more limited than for unhedged share classes.

Summary risk indicator (SRI)

LOWER RISK Potentially lower reward — **HIGHER RISK** Potentially higher reward



The risk category was calculated using historical performance data (or indicative fund performance during periods of suspension) 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. Please see the Key Information Document for more information.

Risk statistics & financial ratios

	Fund	Comparator 1
Annual volatility (%) (3y)	6,2	13,8
Beta (3y)	-0,0	-
Sharpe ratio (3y)	-0,9	0,7

Source: Morningstar. The above ratios are based on bid to bid price based performance data of the unhedged equivalent share class.

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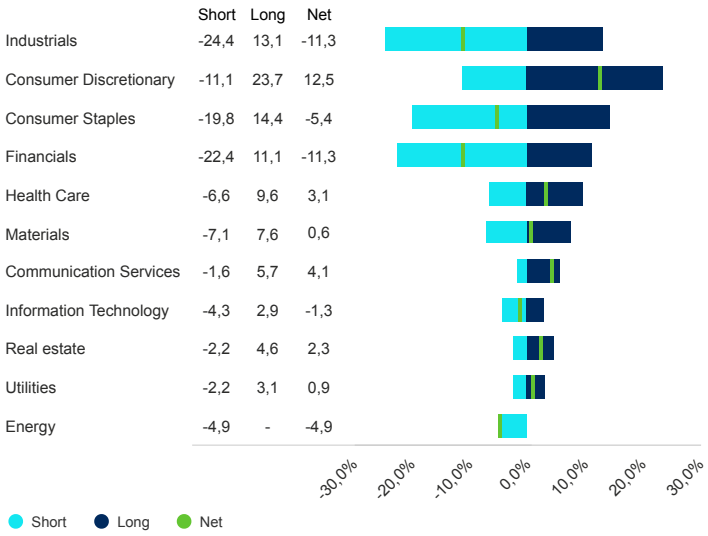
Asset allocation

Look though has been enabled for index futures where possible.

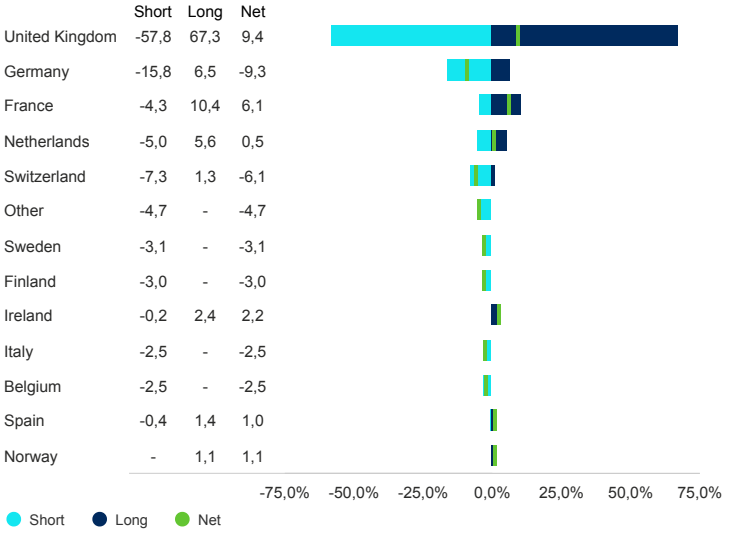
Exposure Analysis (%)

Long Exposure	95,9
Short Exposure	-106,6
Fund Net Exposure	**-10,7**
Fund Gross Exposure	**202,4**

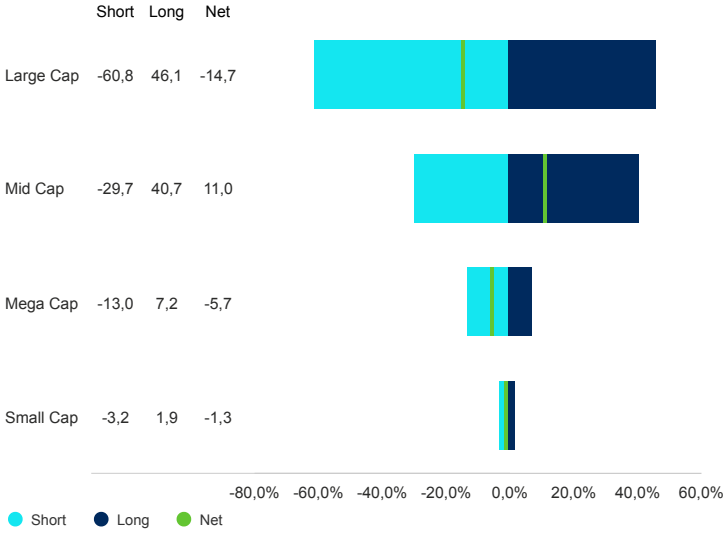
Sector (%)



Geographical Breakdown (%)



Market Cap (%)



Top 10 long holdings (%)

Holding name	%
UNILEVER PLC	0,0
NEXT PLC	0,0
HISCOX LTD	0,0
ENTAIN PLC	0,0
ASHMORE GROUP PLC	0,0
SMITH & NEPHEW PLC	0,0
DS SMITH PLC	0,0
KONINKLIJKE KPN NV	0,0
BERKELEY GROUP HOLDINGS PLC	0,0
TESCO PLC	0,0

Top 10 short holdings (%)

Holding name	%
Consumer Staples 1	-0,0
Industrials 1	-0,0
Materials	-0,0
Industrials 2	-0,0
Consumer Discretionary	-0,0
Consumer Staples 2	-0,0
Energy	-0,0
Health Care	-0,0
Financials	-0,0
Consumer Staples 3	-0,0

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

Contact information

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For your security, communications may be taped or monitored.

Information relating to changes in fund manager, investment objective, benchmark and corporate action information

On 01.01.2022 the Euro Short-Term Rate replaced the 3 Month EUR London Interbank Offer Rate Act 360 Prior to 11.02.2014 the fund uses the track record of Cazenove European Alpha Absolute Return Fund (launched on 19.03.2007) as a performance track record.
Benchmarks: (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. The fund is not managed with reference to a benchmark. The comparator benchmark has been selected because the investment manager believes that the benchmark is a suitable comparison for performance purposes given the fund's investment objective and policy.

Source and ratings information

Source of all performance data, unless otherwise stated: Morningstar, bid to bid, net income reinvested, net of fees.
Impact scores: These are generated using Schroders' proprietary tool SustainEx™. SustainEx™ provides an estimate of the potential "impact" that an issuer may create in terms of net social and environmental "costs" or "benefits" of that issuer. It does this by using certain metrics with respect to that issuer, and quantifying them positively (for example by paying 'fair wages') and negatively (for example the carbon an issuer emits) to produce an aggregate notional measure of the relevant underlying issuer's social and environmental "costs", "externalities" or "impacts". SustainEx™ utilises and is reliant on third party data (including third party estimates) as well as Schroders' own modelling assumptions, and the outcome may differ from other sustainability tools and measures.

Where SustainEx™ relies on data and estimates produced by third parties, Schroders seeks to ensure that such data and estimates are accurate, but Schroders cannot and does not warrant the accuracy, completeness and adequacy of such third party data and estimates. Like any model, SustainEx™ will evolve and develop over time as Schroders continues to assess, refine and add to the metrics and their relative contributions. Generating SustainEx™ scores involves an element of judgment and subjectivity across the different metrics chosen by Schroders, and accordingly Schroders does not accept any liability arising from any inaccuracy or omission in, or the use of or reliance on, SustainEx™ scores. As the model evolves, changes made to how metrics are applied may result in changes to the SustainEx™ score of any issuer and ultimately the overall fund/portfolio score. At the same time, of course, the issuer's SustainEx performance might improve or deteriorate.

The SustainEx scores show month-end data. Where a fund maintains a higher overall sustainability score than its sustainability benchmark based on the investment manager's rating system, this means that the fund's weighted average score in SustainEx over the previous six month period will be higher than the benchmark's score in SustainEx over the same period, based on month-end data. Where a fund maintains a positive absolute sustainability score based on the investment manager's rating system, this means that the fund's weighted average score in SustainEx over the previous six month period will be higher than zero over the same period based on month-end data and any comparison to its benchmark's score is shown here for information and illustrative purposes only. Where a fund has different sustainability criteria, the fund's weighted average score in SustainEx compared to its benchmark's score is shown here for information and illustrative purposes only.

Schroders' Proprietary tools,: including SustainEx, may not cover all of the fund's holdings from time to time, in which case Schroders may use a range of alternative methods to assess the relevant holding. In addition, certain types of assets (such as cash and certain equivalent securities) are treated as neutral and are therefore not considered by our proprietary tools. Other types of assets such as equity indices and index derivatives may not be considered by our proprietary tools and in such case would be excluded from a product's sustainability score.
Aggregated SustainEx metric definitions are: Carbon emissions: Environmental and societal cost of carbon emissions (scope 1,2 and 3). Water consumption: Environmental and societal cost of companies' and countries' freshwater withdrawal. Assigned based on reported water usage. Avoided carbon emissions: Environmental and societal benefits of activities and technologies that enable system-wide reductions in carbon emissions, including companies' products and services and country investments in clean energy. Fair pay: Societal benefits or costs of companies over- or under-paying staff relative to local living wages (for regions in which they operate). Alcohol: Societal cost of alcohol consumption (assigned to alcohol producers). Tobacco: Societal cost of smoking (assigned to tobacco producers).

Energy exposure definitions are: Coal exposure: Measures the weight of the portfolio exposed to companies deriving revenue from the mining of thermal coal (including lignite, bituminous, anthracite and steam coal) and its sale to external parties. It excludes: revenue from metallurgical coal; coal mined for internal power generation (e.g. in the case of vertically integrated power producers); intra-company sales of mined thermal coal; and revenue from coal trading. Tar sands exposure: Measures the weight of the portfolio exposed to companies deriving revenue from oil sands extraction for a set of companies that own oil sands reserves and disclose evidence of deriving revenue from oil sands extraction. This factor does not include revenue from non-extraction activities (e.g. exploration, surveying, processing, refining); ownership of oil sands reserves with no associated extraction revenues; revenue from intra-company sales.

*Coverage, which refers to the percentage of indicator data available at month-end for the underlying holdings of the fund and the benchmark, where applicable.

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Important information

Costs:
Certain costs associated with your investment in the fund may be incurred in a different currency to that of your investment. These costs may increase or decrease as a result of currency and exchange rate fluctuations.

If a performance fee is applicable to this fund, details of the performance fee model and its computation methodology can be found in the fund's prospectus. This includes a description of the performance fee calculation methodology, the dates on which the performance fee is paid and details of how the performance fee is calculated in relation to the fund's performance fee benchmark, which may differ from the benchmark in the fund's investment objective or investment policy.

For further information regarding the costs and charges associated with your investment, please consult the funds' offering documents and annual report.

General:
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