

Schroder International Selection Fund

Emerging Markets Debt Absolute Return

A Accumulation Share Class

Investment Objective, Policy and Risk

To provide an absolute return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities issued by governments, government agencies, supra-national and corporate issuers in emerging markets.

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. Investments in debt securities are primarily subject to interest rate, credit and default risks and, potentially, to currency exchange rate risk. This fund may use financial derivative instruments as a part of the investment process. This may increase the fund's price volatility by amplifying market events. Investments in emerging markets are subject to market risk and, potentially, liquidity and currency exchange rate risk.

NB: With effect from June 1st 2008, the fund, previously named Emerging Markets Debt, changed its name and its investment objective.

Fund Overview



Geoff Blanning

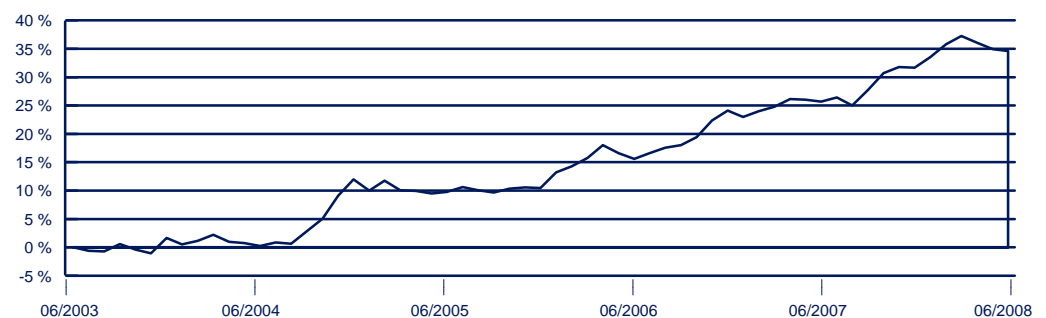
Schroder ISF Emerging Markets Debt Absolute Return aims to deliver high, long-term absolute returns while keeping investment risk to a minimum. The fund is managed using a variety of instruments and techniques to exploit money-making opportunities arising in developing economies across the world. Our actively managed, research 'swing' approach enables us to focus on both dollar-denominated and local currency debt, as well as local currencies within a universe of more than 50 countries.

While the fund uses an array of carefully selected debt instruments and local currencies to enhance returns, key characteristics include the fund's extremely conservative interest rate and credit exposures, which have been paramount to protecting performance of late.

Looking ahead, we believe the fund remains well positioned to benefit from the continued strengthening of many eastern European and Asian currencies while the massive US current account deficit persists.

Performance in %

— Emerging Markets Debt Absolute Return



Performance in %

	3 months	1 year	3 years	5 years	Beta	Annual Volatility (%)
Emerging Markets Debt Absolute Return	-1.9	7.1	22.6	34.6	---	3.72

Discrete Yearly Performance in %	Q2/2007 - Q2/2008	Q2/2006 - Q2/2007	Q2/2005 - Q2/2006	Q2/2004 - Q2/2005	Q2/2003 - Q2/2004
Emerging Markets Debt Absolute Return	7.1	8.7	5.3	9.5	0.2

Past performance is not a guide to future performance and may not be repeated.

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 Total Expense Ratio.

Source: Schroders

This fund aims to achieve an absolute return and is therefore not managed to a specific benchmark.



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Asset Allocation in %

No Asset Allocation data available this month.

Key Information

Morningstar Ratings are sourced from Morningstar.

S&P Fund Management Ratings are sourced from S&P.

Fund Launch Date	29/08/1997
Total Fund Size (Million)	USD 4,603.5
Fund Base Currency	USD
S&P Fund Management Ratings	-
Morningstar Rating	★★★
Modified Duration of Fund in Years	1.45
Reuters	LU0106253197.LUF
Bloomberg	SCHEDAA LX
Initial Fee	5.26 %
Annual Management Fee	1.50 %
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 Director's discretion.
Investment Manager	Schroder Investment Management Limited, 31, Gresham Street, London EC2V 7QA, United Kingdom

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The Schroder ISF Emerging Markets Debt Absolute Return is within the scope of the European Union Directive 2003/48/EC (Taxation of Savings Income in the Form of Interest Payments), as implemented in Luxembourg Law.

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Subscriptions for shares of the Company can only be made on the basis of its latest prospectus and simplified prospectus together with the latest audited annual report (and subsequent unaudited semi-annual report, if published), copies of which can be obtained, free of charge, from Schroder Investment Management (Luxembourg) S.A., 5, rue Höhenhof, L-1736 Senningerberg, Luxembourg. The Company is a Luxembourg-registered UCITS recognised in the UK under Section 264 of the Financial Services and Markets Act 2000. There will be no right to cancel any agreements to purchase shares under section 6.7 of the UK Financial Services Conduct of Business Sourcebook. All or most of the protection provided by the UK regulatory system does not apply to investments in the Company and compensation will not be available under the UK Financial Services Compensation Scheme.

In accordance with the current prospectus, other than for Schroder ISF Global Property Securities, Schroder ISF Asia Pacific Property Securities, Schroder ISF European Defensive and Schroder ISF Middle East, the Company will seek UK distributor status for all distribution A and C shares and I shares of Schroder ISF Taiwanese Equity.

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