

# Schroder International Selection Fund

## Korean Equity

### A Accumulation Share Class

#### Investment Objective, Policy and Risk

To provide capital growth primarily through investment in equity securities of Korean companies.

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 equities are subject to market risk 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.

#### Fund Overview

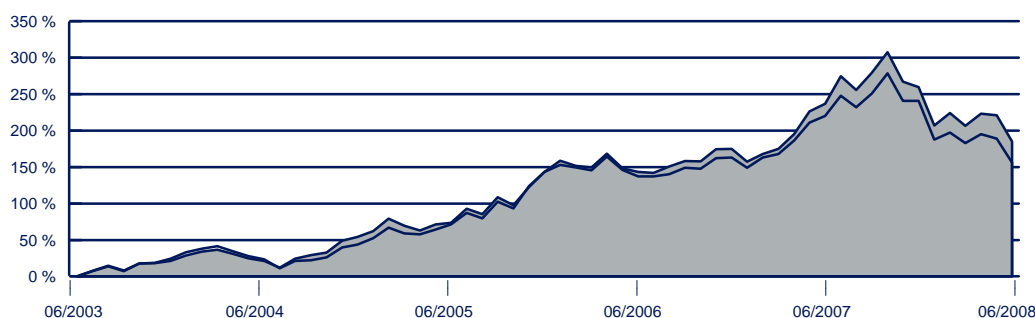
The fund aims to provide capital growth through investing in companies in Korea. The country's stockmarket offers access to high quality companies operating on a global scale where company profits are still growing and where valuations are amongst the lowest in the region. The quality of corporate governance is also improving, capital spending is increasingly disciplined, while the interests of shareholders are moving up the agenda.

We believe we are well placed to take full advantage of the investment potential available in Korea, supported by one of the strongest and best resourced investment teams in the region. Our highly detailed, company-by-company research involves in-depth analysis focused on management quality, competitive positioning, profit forecasts and the long-term prospects of companies in their key industries.

#### Asia Investment Team

#### Performance in %

— Korean Equity  
■ Korea Stock Price Index



Performance in %	3 months	1 year	3 years	5 years	Beta	Annual Volatility (%)
Korean Equity	-9.4	-20.0	49.5	156.1	0.99	23.98
Korea Stock Price Index	-7.0	-15.4	64.1	185.0	---	23.86

Discrete Yearly Performance in %	Q2/2007 - Q2/2008	Q2/2006 - Q2/2007	Q2/2005 - Q2/2006	Q2/2004 - Q2/2005	Q2/2003 - Q2/2004
Korean Equity	-20.0	34.9	38.5	38.5	23.7
Korea Stock Price Index	-15.4	38.4	40.1	42.9	21.5

#### 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 - The Schroder ISF Korean Equity fund was launched in September 2004 to accommodate a transfer of shareholders from the Korea-Europe investment trust fund to the Schroder ISF SICAV. Prior to 10 September 2004 the fund uses the track record of the Korea-Europe (launched on 30/04/1987) as a proxy performance track record.

#### Top 10 Holdings in %

Holding	% NAV
1. Samsung Electronics Co Ltd	11.0
2. POSCO	7.3
3. LG Electronics Inc	6.5
4. Kookmin Bank	4.4
5. Hyundai Motor Co	4.0
6. KT&G Corp	3.9
7. Hyundai Heavy Industries	3.3
8. CJ Cheiljedang	3.0
9. SK Energy Co Ltd	2.8
10. LG Chem Ltd	2.7
Total number of holdings =	39



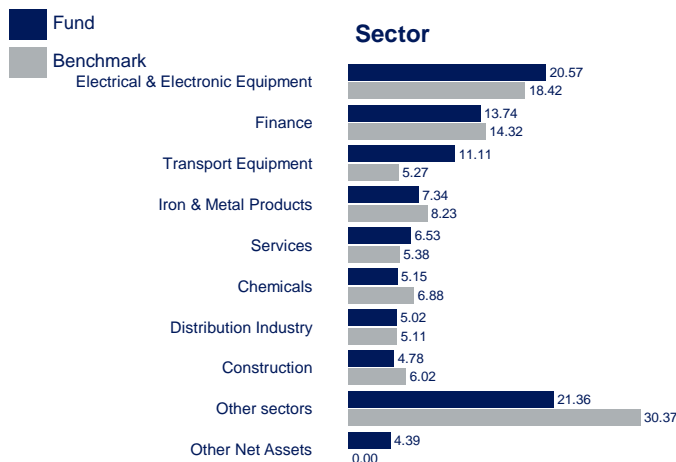
# Schroders

# Schroder International Selection Fund

## Korean Equity

### A Accumulation Share Class

#### Asset Allocation in %



Other Net Assets is comprised of pure Cash (Cash in Bank), Payables and Receivables, Unrealised Profit and Loss on Forwards/ Futures/ Swaps & Options and short term investments with 1 month or less to maturity.

5.29% of the fund was held as cash or short term investments with 1 month or less to maturity. Any negative cash position represents borrowing of a temporary nature to cover timing differences on trade settlements.

#### Key Information

Morningstar Ratings are sourced from Morningstar.

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

Investment Advisor: Millicent Lai

<b>Fund Launch Date</b>	10/09/2004
<b>Total Fund Size (Million)</b>	USD 60.4
<b>Fund Base Currency</b>	USD
<b>S&amp;P Fund Management Ratings</b>	-
<b>Morningstar Rating</b>	★★★
<b>Reuters</b>	LU0195148118.LUF
<b>Bloomberg</b>	SCHKRAC LX
<b>Initial Fee</b>	5.26 %
<b>Annual Management Fee</b>	1.50 %
<b>Minimum Investment Amount</b>	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.
<b>Investment Manager</b>	Schroder Investment Management (Singapore) Ltd, 65 Chulia Street 46-00, OCBC Centre, Singapore 049513, Singapore

Third party data are owned by the applicable third party identified above and is provided for your internal use only. Such data may not be reproduced or re-disseminated and may not be used to create any financial instruments or products or any indices. Such data are provided without any warranties of any kind. Neither the third party data owner nor any other party involved in the publication of this document can be held liable for any error. The terms of the third party's specific disclaimers are set forth in the Important Information section on our website [www.schroders.co.uk](http://www.schroders.co.uk).

The Schroder ISF Korean Equity is not 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.

This document does not constitute an offer to anyone, or a solicitation by anyone, to subscribe for shares of Schroder International Selection Fund (the "Company"). Nothing in this document should be construed as advice and is therefore not a recommendation to buy or sell shares.

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 Hohenhof, 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.

This document is issued by Schroder Investment Management (Luxembourg) S.A., 5, rue Hohenhof, L-1736 Senningerberg, Luxembourg. Registered No. B 37.799. Approved for issue in the UK by Schroder Investment Management Limited, 31, Gresham Street, London EC2V 7QA. Authorised and regulated by the Financial Services Authority.

Schroders has expressed its own views and opinions in this document and these may change.



# Schroders