

# Schroder International Selection Fund Global Credit Duration Hedged

## I Accumulation Share Class

**Fund Launch Date**

30 September 2005

**Total Fund Size (Million)**

EUR 372.0

**Share Price End of Month (EUR)**

118.53

**Total number of holdings**

253

**Benchmark**

3 Month Euribor

**Fund Manager**

Jamie Stuttard

**Managed fund since**

01 August 2008

**Running Yield**

4.34 %

**Effective Duration of Fund in Years**

0.51

**Average Yield to Maturity**

2.45 %

**Option Adjusted Spread of Fund**

323 bp

**Average Credit Rating**

A-

**Annual Volatility over 3 years (%)**

5.11

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

To provide total return primarily through investment in credit and credit related instruments and other fixed and floating rate securities, cash and financial derivative instruments that together provide exposure to global credit markets. The Fund may have exposure to investment grade and sub-investment grade debt at any time. Whilst credit and credit related instruments of companies or sovereign issuers will form the majority of assets held, securities issued by governments, government agencies and supranational issuers may also be held from time to time.

The financial derivative instruments of the Fund will include, inter alia, credit default swaps. In this context, the Fund acts as protection buyer to hedge the specific credit risk of some of the issuers it holds in its portfolio. The Fund may however also sell protection to acquire a specific credit exposure and/or buy protection without holding the underlying issue. In an aim to manage interest rate and credit risks and non base currency exposure, the Fund may make use of interest rate futures and options and of foreign exchange forward and swap contracts, respectively.

## Risk Profile

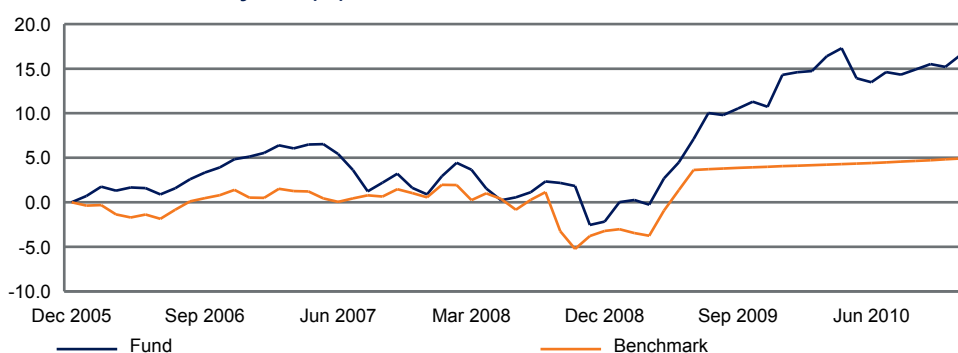
Investments in debt securities are primarily subject to interest rate, credit and default risks and, potentially, to currency exchange rate risk. This fund may use financial derivative instruments as a part of the investment process. This may increase the fund's price volatility by amplifying market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

## Performance Analysis

Performance (%)	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since Launch
Fund	1.1	1.4	2.7	1.9	1.9	15.5	16.5	18.5
Benchmark	0.1	0.3	0.5	0.8	0.8	4.3	4.9	4.2

Discrete Yearly Performance (%)	Q4/2009 - Q4/2010	Q4/2008 - Q4/2009	Q4/2007 - Q4/2008	Q4/2006 - Q4/2007	Q4/2005 - Q4/2006
Fund	1.9	16.8	-3.0	-4.0	5.1
Benchmark	0.8	7.5	-3.8	0.0	0.5

### Performance over 5 years (%)



**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.**

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 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 - In July 2009 the 3 Month Libor replaced the Barclays Euro Aggregate Corporate. The full track record of the previous index has been kept and chain linked to the new one. With effect from 01/10/2009 Schroder ISF Strategic Credit changed its name to Schroder ISF Global Credit Duration Hedged.



Morningstar Rating is sourced from Morningstar.



# Schroders

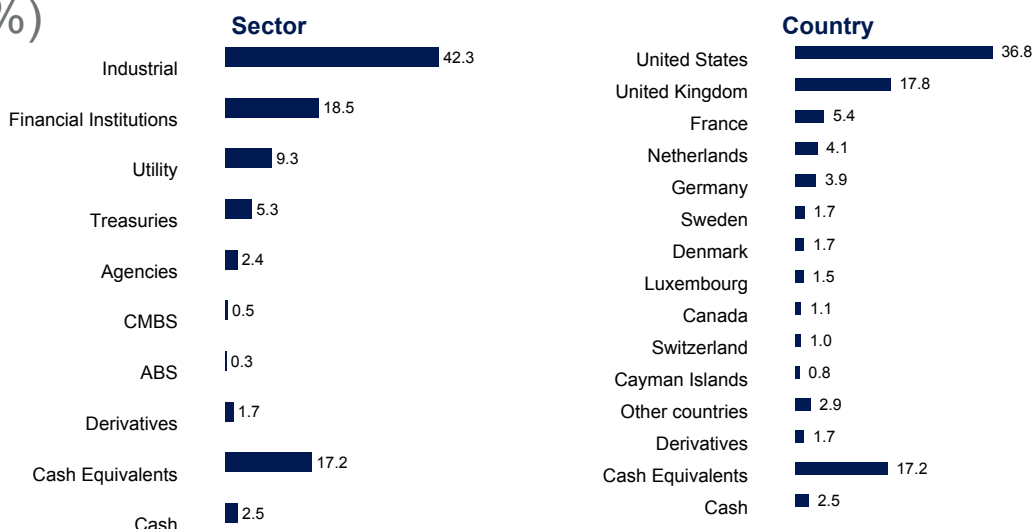
# Holdings Analysis

## Top 10 Holdings

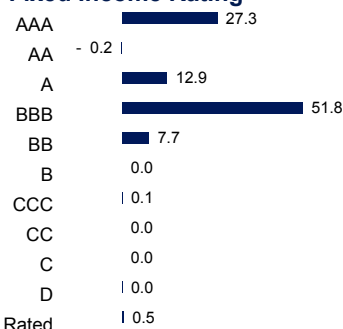
Holdings	Sector	% NAV
1. United States Treas Bills 0% 03/02/2011	Treasuries	2.4
2. Reynolds American 7.625% 01/06/2016	Industrial	0.9
3. US Treasury Note 1.25% 31/10/2015	Treasuries	0.9
4. Deutsche Telekom Intl Finance 8.75% 15/06/2030	Industrial	0.9
5. Weatherford 9.625% 01/03/2019	Industrial	0.9
6. Bank of America 5.65% 01/05/2018	Financial Institutions	0.8
7. IMP Tobacco 8.125% 15/03/2024	Industrial	0.8
8. Verizon Wireless 8.5% 15/11/2018	Industrial	0.8
9. Kraft Foods 5.375% 10/02/2020	Industrial	0.8
10. Oneok Partners 8.625% 01/03/2019	Utility	0.8
<b>Total</b>		<b>10.1</b>

## Asset Allocation (%)

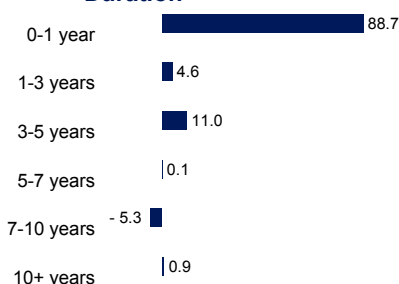
Source: Schroders  
Credit ratings are calculated using asset ratings from different rating agencies.



### Fixed Income Rating



### Duration



### Contribution to Duration



## Information

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	Accumulation	Distribution
<b>SEDOL</b>	B0H8TM1	B61XW92
<b>Bloomberg</b>	SCHSCAILX	SCHGCIELX
<b>Reuters</b>	LU0227790283.LUF	LU0505621317.LUF
<b>ISIN</b>	LU0227790283	LU0505621317
<b>Fund Base Currency</b>	EUR	
<b>Dealing Frequency</b>	Daily (13:00 CET)	
<b>Maximum Initial Fee</b>	0.00 %	
<b>Annual Management Fee</b>	0.00 %	
<b>Minimum Investment Amount</b>	EUR 5 000 000 or USD 5 000 000 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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