

Schroder International Selection Fund Global High Yield

C Distribution GBP Hedged | Data as at 30.06.2019

Fund objectives and investment policy

The fund aims to provide income and capital growth by investing in below investment grade bonds issued worldwide. The fund invests at least two-thirds 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 bonds may be denominated in various currencies and issued by governments, government agencies, supra-nationals and companies worldwide. The fund may invest up to 10% of its assets in contingent convertible bonds. The fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may use leverage and take short positions. The fund may also hold cash.

Risk considerations

Capital risk / contingent convertible bonds: The fund may be significantly invested in contingent convertible bonds. If the financial strength of a bond's issuer (typically a bank or an insurance firm) falls in a prescribed way the bond may suffer substantial or total losses of capital.

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.

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.

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.

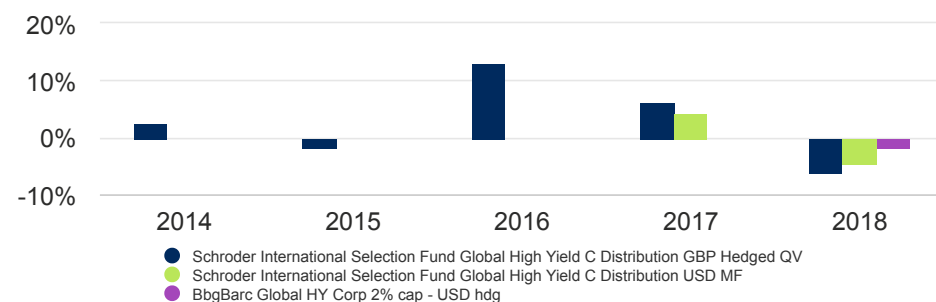
Operational risk: Failures at service providers could lead to disruptions of fund operations or losses.

Capital risk / distribution policy: The expenses of this share class are paid out of capital rather than out of investment income. Capital growth will be reduced and in periods of low growth capital erosion may occur.

Share class performance

Cumulative performance	1 month	3 month	Ytd	1 year	3 years	5 years	Since inception
GBP Hedged	1.9	2.3	9.6	4.9	16.9	17.7	95.3
USD UnHedged	2.1	2.8	10.6	6.8	-	-	-
Benchmark	2.4	2.7	9.8	7.8	-	-	-
Discrete yearly performance	Jun 14 - Jun 15	Jun 15 - Jun 16	Jun 16 - Jun 17	Jun 17 - Jun 18	Jun 18 - Jun 19		
GBP Hedged	0.0	0.7	11.6	-0.1	4.9		
USD UnHedged	-	-	-	1.4	6.8		
Benchmark	-	-	-	2.8	7.8		
Calendar year performance	2014	2015	2016	2017	2018		
GBP Hedged	2.7	-1.7	13.2	6.1	-6.2		
USD UnHedged	-	-	-	4.3	-4.5		
Benchmark	-	-	-	-	-1.8		

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. Exchange rate movements may cause the value of investments to fall as well as rise. Source: Morningstar, bid to bid, net income reinvested, net of fees.

Synthetic risk & reward indicator (SRRI)

LOWER RISK

Potentially lower reward

HIGHER RISK

Potentially higher reward



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.

Fund facts

Fund manager Martha Metcalf
Managed fund since 31.12.2015
Fund management company Schroder Investment Management (Europe) S.A.
Domicile Luxembourg
Fund launch date 16.04.2004
Share class launch date 31.07.2009
Fund base currency USD
Share class currency GBP
Fund size (Million) USD 2,584.99
Number of holdings 491
Benchmark BbgBarc Global HY Corp 2% cap - USD hdg
Unit NAV GBP 119.0123
Dealing frequency Daily
Distribution Frequency Quarterly
Annual management fee 0.6%
Ongoing charge 0.83%
Minimum initial subscription EUR 1,000 ; USD 1,000 or their near equivalent in any other freely convertible currency.
ISIN LU0441868451
Bloomberg SCHGBPC LX
SEDOL B3QFGF6

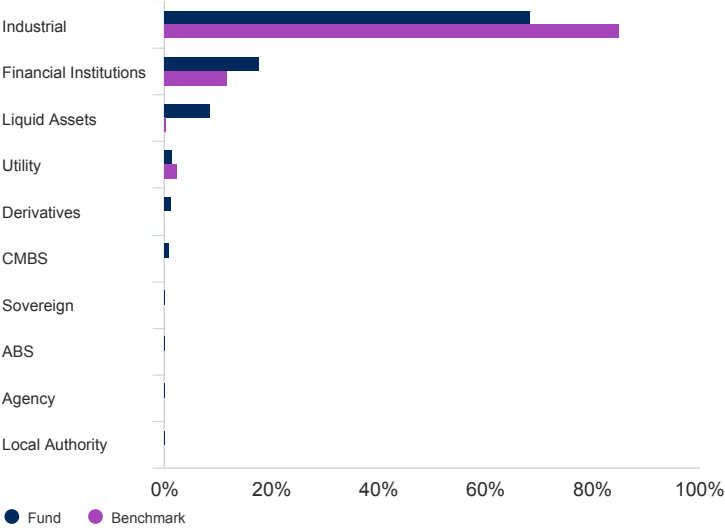
Risk statistics & financial ratios

	Fund	Benchmark
Annual volatility (3y)	4.8	4.2
Effective duration (years)	3.1	-
Current yield (%)	5.9	-
Average Credit Quality	B	-

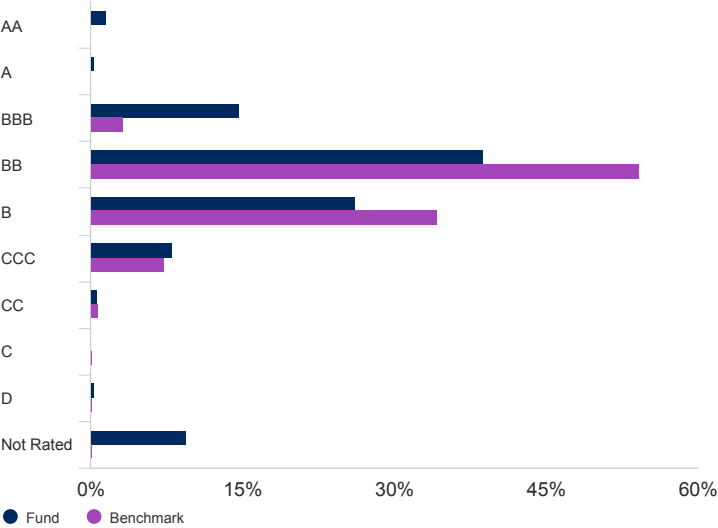
Source: Morningstar. The above ratios are based on bid to bid price based performance data.

Asset allocation

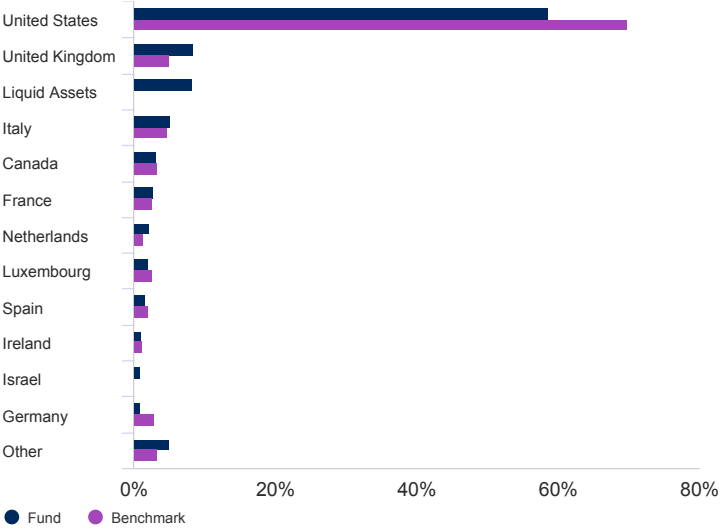
Sector



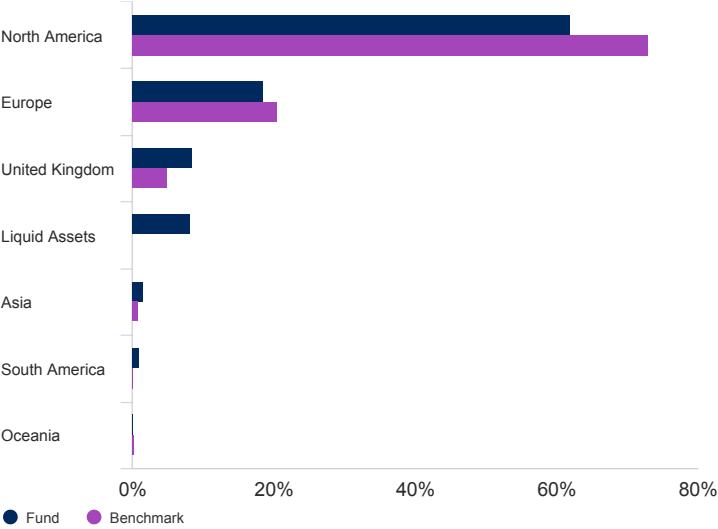
Credit Quality



Country



Region



Top 10 holdings

Holding name	%
1 SPRINT CORPORATION 7.1250 15/06/2024	1.1%
2 CCO HOLDINGS LLC / CCO HOLDINGS CAPITAL CORPORATION 5.0000 01/02/2028 144A	1.0%
3 VIRGIN MEDIA SECURED FIN 5.5000 15/05/2029 144A	0.9%
4 PIONEER HOLDING/FINANCE 9.0000 01/11/2022 144A	0.8%
5 CHENIERE ENERGY PARTNERS LP	0.8%
6 NXP BV/NXP FDG/NXP USA 4.3000 18/06/2029 144A	0.8%
7 AIRCASTLE LTD 4.2500 15/06/2026	0.8%
8 TITAN ACQ/CO-BORROWER 7.7500 15/04/2026 144A	0.7%
9 COMMSCOPE FINANCE LLC 6.0000 01/03/2026 SERIES 144A	0.7%
10 BAUSCH HEALTH COS INCORPORATED 5.7500 15/08/2027 144A	0.7%

Source: Schroders. Top Holdings and Asset Allocation are at fund level.

Ratings

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