

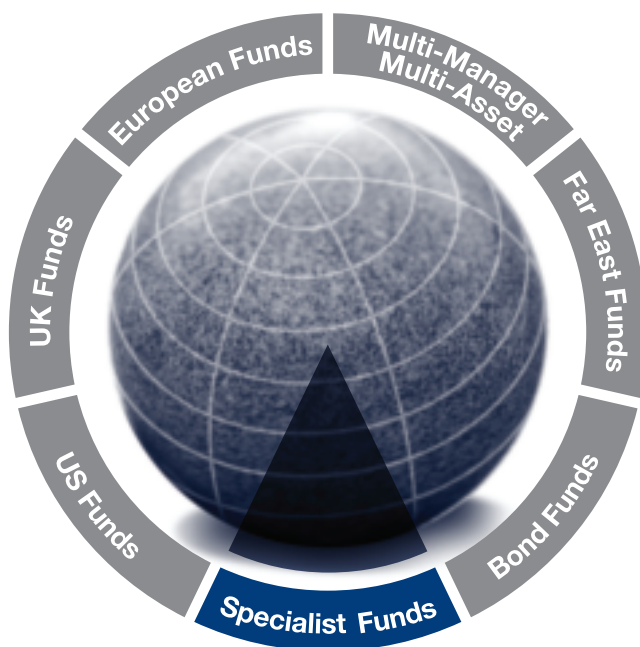
**Schroder**

# Global Alpha Plus Fund

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## Interim Short Report

16 March 2013 to 15 September 2013



**Schroders**

# Schroder Global Alpha Plus Fund

## Review of Investment Activities

**From 15 March 2013 to 13 September 2013 the price of A Accumulation units on a dealing price to dealing price basis rose 3.26%. In comparison, the MSCI World Index generated a total return of 2.81%<sup>1</sup> in sterling terms.**

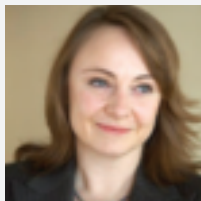
**<sup>1</sup> Source: Thomson Reuters Datastream.**

Risk appetite was transitory, but increasing belief that the US economic recovery is gaining traction and a gradual improvement in conditions in Europe supported global equities. The possibility that the US may begin tapering its asset purchasing weighed on sentiment in the latter months, especially in emerging markets.

The portfolio's outperformance of the index was driven by our financials and consumer staples stocks, while telecommunications added strong absolute value. At a stock level, European auto manufacturer, BorgWarner, was a key positive performer. The company has a leading position in the development of energy efficient auto technologies and is well placed to benefit from the increasingly stringent global emissions regulation.

Throughout the period, the portfolio has remained broadly diversified by sector and region, with activity being driven by conviction and a competition for capital within the fund.

Overall, we expect the global economy to improve as we go through 2013 and into 2014, led by developed markets as they slowly heal from the crisis. However, the normalisation of monetary policies globally could produce volatility. The portfolio remains well balanced with exposure to both defensive growth and more cyclical stocks. Our trading activity will, as ever, focus on stock specific situations where we feel there is sustainable growth, valuation upside and catalysts ahead.



**Fund Manager:**  
**Virginie Maisonneuve**

# Fund Information

	Interim	Final
Accounting dates	15 September	15 March
Revenue allocation date		15 May

	For the period to 15.9.13	For the year to 15.3.13
<b>Ongoing charges figure</b>		
A Income units	1.72% <sup>1</sup>	1.72%
A Accumulation units	1.72% <sup>1</sup>	1.72%
Z Income units	0.97% <sup>1</sup>	0.97%
Z Accumulation units	0.97% <sup>1</sup>	0.97%

<sup>1</sup> The Ongoing charges figure is annualised based on the fees suffered during the accounting period.

## Performance Record

	Net Asset Value as at 15.9.13 pence per unit	Net Asset Value as at 15.3.13 pence per unit	Net Asset Value % change
<b>Fund performance</b>			
A Income units	61.31	59.54	2.97
A Accumulation units	61.41	59.63	2.99
Z Income units	60.20	58.24	3.37
Z Accumulation units	60.98	59.00	3.36

	3 months	6 months	Since launch
<b>Schroder Global Alpha Plus Fund</b>	4.84%	3.26%	22.92%
MSCI World Index	4.07%	2.81%	35.59%

Fund Source: A Accumulation units on a dealing price to dealing price basis to 13.9.13.

Index Source: Thomson Reuters Datastream, total return in sterling terms to 13.9.13.

The Schroder Global Alpha Plus Fund was launched on 30.4.10.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

## Performance Record (continued)

Unit price range	A Income units		A Accumulation units	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
Year to 31 December				
2010	54.93	44.28	54.91	44.27
2011	56.47	43.37	56.45	43.36
2012	53.63	46.77	53.61	46.76
2013 to 15 September	63.59	51.12	63.69	51.11

	Z Income units		Z Accumulation units	
	Highest dealing p	Lowest dealing p	Highest dealing p	Lowest dealing p
Year to 31 December				
2010	53.43	49.98	53.44	49.98
2011	55.12	42.42	55.14	42.44
2012	52.55	45.78	52.65	46.00
2013 to 15 September	62.38	50.25	63.19	50.49

Net revenue		A Income units	A Accumulation units
Year to 31 December		pence per unit	pence per unit
2010		Nil	Nil
2011		Nil	Nil
2012		Nil	Nil
2013 to 15 September		0.1046	0.1064

		Z Income units	Z Accumulation units
Year to 31 December		pence per unit	pence per unit
2010		Nil	Nil
2011		Nil <sup>1</sup>	0.0297
2012		0.2280	0.2130
2013 to 15 September		0.4765	0.4795

<sup>1</sup> There was no distribution for Z Income units as the total amount distributable was below the de minimis.

# Portfolio Information

	% of net assets as at 15.9.13	% of net assets as at 15.3.13
<b>Spread of investments</b>		
Hong Kong	3.57	3.69
India	2.08	0.00
Indonesia	0.00	3.41
Japan	9.62	8.47
France	6.72	9.36
Germany	0.00	4.97
Ireland	2.78	2.59
Israel	3.60	3.33
Jersey	0.00	5.89
Netherlands	3.89	3.46
Spain	2.50	0.00
Switzerland	3.25	0.00
United Kingdom	13.39	5.60
Curaçao	3.95	3.23
Bermuda	2.56	3.38
Canada	2.25	2.06
Mexico	1.96	0.00
United States	36.73	35.79
Net other assets	1.15	4.77

	% of net assets as at 15.9.13		% of net assets as at 15.3.13
<b>Major holdings</b>			
Danaher	4.27	JP Morgan Chase	4.10
Vodafone Group	4.01	SLM	3.94
US Bancorp	3.99	Danaher	3.85
Schlumberger	3.95	AIA Group	3.69
JP Morgan Chase	3.92	Morgan Stanley	3.62
Heineken	3.89	Essilor International (Compagnie Generale d'Optique)	3.54
Check Point Software Technologies	3.60	Heineken	3.46
Sumitomo Mitsui Financial Group	3.58	Microsoft	3.41
AIA Group	3.57	Bank Rakyat Indonesia	3.41
Schneider Electric	3.43	Kering	3.39

## Investment Objective & Policy

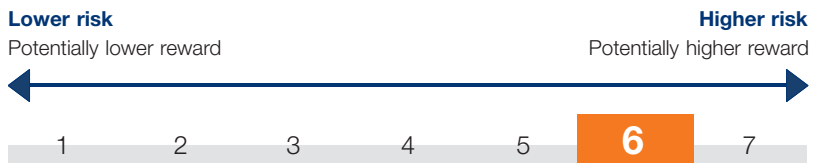
The fund's investment objective is to provide capital growth through investment in equities and securities of companies worldwide. In order to achieve the objective the Manager will invest in a select portfolio of securities which it believes offers potential for future growth and shall not be restricted by size, sector or region.

Investment will be primarily in transferable securities. The fund may also invest in a wide range of investments including collective investment schemes, cash, deposits, derivatives, warrants and money market instruments.

The fund can use derivatives for specific investment purposes but currently does not. If the Manager decides to use derivatives this way, this may result in a more volatile unit price and so result in a higher degree of market risk, therefore the Manager will give registered unitholders appropriate notice if it decides to do so.

## Risk Profile

### Risk and reward indicator



The risk category was calculated using simulated performance data and may not be a reliable indicator of the fund's future risk profile.

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.

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.

## Risk Profile (continued)

### Specific risks

The fund invests in assets which are exposed to currencies other than sterling. Exchange rates may cause the value of overseas investments and the revenue from them to rise or fall.

The fund invests in less developed markets which are generally less well regulated than the UK. They may be less liquid and may have less reliable custody arrangements.

The fund invests in emerging markets and the Far East. This involves a high degree of risk and should be seen as long term in nature.

The fund is index unconstrained and has the potential for greater volatility.

The fund invests in a smaller number of stocks. This carries more risk than funds spread across a larger number of companies.

The fund invests in smaller companies which may be less liquid than larger companies and price swings may therefore be greater than in larger company funds.

The fund may use derivatives for specific investment purposes. This involves a higher degree of risk and may lead to a higher volatility in the unit prices of the fund. It is not currently the intention to use derivatives.

For these reasons, the purchase of units should not normally be regarded as a short term investment.

# Report & Accounts

This document is a short report for the Schroder Global Alpha Plus Fund for the period ended 15 September 2013. The long form Report & Accounts for the fund are available on our website [www.schroders.co.uk](http://www.schroders.co.uk) or upon written request to Schroders, FREEPOST, RLTZ-CHSY-HBUT, PO Box 1102, Chelmsford, Essex CM99 2XX.

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## Other information

The information contained in this report is designed to enable unitholders to make an informed judgement on the activities of the fund during the period it covers and the results of those activities at the end of the period. For more information about the activities and performance of the fund during this and previous periods, please contact the Manager.

The Prospectus, the Key Investor Information Document and details of investment charges and costs are available on request or can be downloaded from our website **[www.schroders.co.uk](http://www.schroders.co.uk)**.

**Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.**

For investors' security, calls to Schroder Investor Services may be recorded. **Manager:** Schroder Unit Trusts Limited, 31 Gresham Street, London, EC2V 7QA. Authorised and regulated by the Financial Conduct Authority. **Trustee:** J.P. Morgan Trustee and Depositary Company Limited, Chaseside, Bournemouth, BH7 7DA. Authorised and regulated by the Financial Conduct Authority. **Independent Auditors:** PricewaterhouseCoopers LLP, Erskine House, 68-73 Queen Street, Edinburgh EH2 4NH.

**For further literature please contact Schroder Investor Services on 0800 718 777 or at [investorservices@schroders.com](mailto:investorservices@schroders.com), or visit our website at [www.schroders.co.uk](http://www.schroders.co.uk).**

