

FUND FACTSHEET

October 2017

Investment Manager	Schroder Investment Management Limited
Investment Objective	To achieve a return of a combination of income and capital growth
Inception date/ Fund launch	3 February 2014
Ongoing charge figure as at 30 December 2016	0.54%
ISIN	GB00BDZR8572
Sedol	BDZR857
AUM as at 31 October 2017	£322.58 million
Fund price as at 31 October 2017	A Inc Class 121.65p
Base Currency	Pounds Sterling
Type of Shares	A Income Shares
Distribution Dates	31 May 30 November
Fund Managers	Paul Grainger

Omnis Global Bond Fund

Investment Manager Market Review

Quarter 3, 2017

Schroders



Market volatility challenged certain positions in the portfolio, as the fund generated negative returns and underperformed the benchmark. Our management of the fund's sensitivity to US interest rates detracted from performance. However, our view on US corporate bonds contributed positively, as our expectation for increased global growth remained supported by economic data.

Our position in Norwegian Krone contributed positively, due to oil price rises. The portfolio structure remained broadly consistent with the end of the second quarter of the year. One change was the implementation of an overweight position in UK government bonds versus the US, as it is likely the UK economy will slow due to Brexit negotiations. The quarter saw tensions between the US and North Korea escalate and hence there was a temporary rotation into lower-risk assets in August.

Central bank willingness to increase interest rates and a normalisation of inflation expectations should cause higher volatility. In this environment, portfolios should retain the capacity to exploit changes in the market. Therefore, portfolios should keep a relatively low level of interest rate sensitivity and cautious exposure to corporate bonds. The gradual decrease in global liquidity may also increase volatility. Consequently, selective exposure to emerging market bonds and currencies remains favoured over 'blanket' exposure to all emerging markets.

Top 10 Holdings		Fund%
1	Japan (Govt of) 2.1% 2024	3.78
2	Japan (Govt of) 1.2% 2020	3.38
3	US Treasury 1.75% 2022	3.23
4	Freddie Mac Gold Pool 3.5% 2047	2.76
5	US Treasury Inflation Index Bond 0.125% 2026	2.52
6	US Treasury 2.5% 2046	2.51
7	Spain (Govt of) 1.45% 2027	2.28
8	Japan (Govt of) 1.9% 2042	2.19
9	US Treasury 1.625% 2026	2.09
10	US Treasury 1.00% 2018	1.65

Source: StatPro as at 31 October 2017

Portfolio Breakdown		Fund%
1	United States	42.45
2	Japan	12.93
3	France	7.44
4	United Kingdom	6.31
5	Germany	5.35
6	Canada	3.54
7	Spain	2.99
8	Italy	2.89
9	Supranational	2.87
10	Others	13.23

Source: StatPro as at 31 October 2017

Historical Performance		Fund%
1 Month		0.69
3 Months		-1.23
6 Months		0.43
1 Year		-6.96
Since Inception		26.74

All performance in this factsheet is based on income shares with income reinvested, in GBP. Past performance is not indicative of future results. Source: StatPro as at 31 October 2017

• ABOUT THE FUND MANAGER

Paul Grainger joined Schroders in 2015 as a Senior Portfolio Manager in the Fixed Income team, based in London. His earlier career began in 1995 within the BZW Securities graduate training programme where he rotated through Fixed Income sales and trading and into asset management at Barclays Global Investors. In 1999 he moved to Gartmore as a Senior Portfolio Manager and then moved to F&C Asset Management in 2003. In 2006 he moved to Wellington Management as a Portfolio Manager and latterly in 2014, co-founded a financial technology firm named yoyoDATA before moving to Schroders in 2015. Paul graduated from Exeter University in 1995 with a B.A. in Economics and European Studies and he is a Member of the United Kingdom Society of investment professionals and a CFA Charterholder.

• INVESTMENT POLICY

The Fund intends to invest (directly or indirectly) primarily in non-Sterling denominated government and non-government fixed and variable interest rate securities. The Fund may also invest in other transferable securities (for example, Sterling denominated fixed and variable interest rate securities), units in collective investment schemes, money market instruments, deposits, derivative instruments and warrants as detailed in the Prospectus. No more than 10% of the Scheme Property of the Fund will be invested in other collective investment schemes.

Use may also be made of stock lending, temporary borrowing and cash holdings. Derivatives may also be used for the purposes of hedging and efficient portfolio management.

The Omnis Global Bond Fund is permitted to invest more than 35% of its assets in Government and Public Securities ("GAPS") listed in the United States, United Kingdom and Japan.

• ABOUT OMNIS INVESTMENTS

Omnis Investments Limited is wholly owned by Openwork Holdings Limited, bringing established specialist providers together to create a tailored investment solution. It is focused on delivering maximum returns to investors for well-defined levels of risk via a series of funds.