

# Schroder Absolute Return Income Fund

Fact sheet | 28 February 2025

## Fund facts

|                                                |                                                                                                |
|------------------------------------------------|------------------------------------------------------------------------------------------------|
| <b>Sector</b>                                  | Diversified fixed interest                                                                     |
| <b>Tax aware level</b>                         |  Tax Enhanced |
| <b>Inception date</b>                          | 12 August 2004                                                                                 |
| <b>Investment menu code</b>                    | UF13                                                                                           |
| <b>Generation Life APIR code</b>               | ALL0007AU                                                                                      |
| <b>Investment management costs<sup>1</sup></b> | 0.38% p.a.                                                                                     |
| <b>Buy/sell spread</b>                         | 0.15%/0.15%                                                                                    |
| <b>Suggested minimum investment period</b>     | 3 Years                                                                                        |
| <b>Risk level</b>                              | 3 – Low to Medium                                                                              |
| <b>Underlying strategy APIR code</b>           | SCH0024AU                                                                                      |

## Notes

- Investment management costs include investment manager's fees, estimated investment expense recoveries and other indirect investment costs as a percentage of the total average assets of the investment option based on latest available information, but excludes indirect transaction and operational costs.
- Past performance is not an indicator of future performance.
- The administration fee is deducted directly from the investment option before unit prices are declared.

## Investment objective

Aims to outperform the Reserve Bank of Australia Cash Rate after investment fees but before tax over the medium term.

## Investment approach

The fund is an absolute return fixed income strategy that actively invests across the broad and diverse fixed income opportunity set. It seeks to deliver income via a diversified set of return sources, targets low levels of capital volatility with a focus on minimising drawdowns, and offers daily liquidity.

The fund diversifies its exposures across geography, issuer type, maturity, ratings grade and capital structure dimensions. Allocations to these dimensions are supplemented by duration management, currency management and alpha strategies. Risk management is crucial to control the fund's exposure to the aggregation of portfolio risks, in particular to limit correlation to equity markets and to minimise volatility and drawdowns.

## About the investment manager

Schroders is one of the largest and most internationally diverse independent investment managers providing investment management, research and marketing services from offices located in 29 countries across Europe, the Americas, Asia and the Middle East. Schroders in Australia was established in 1961 and its domestic research and investment teams are an integral part of Schroders global network. As at 30 September 2020 Schroders managed over A\$967 billion on behalf of clients around the globe, and over A\$33 billion on behalf of clients domestically.

## Performance (after tax and fees)<sup>2</sup>

|                      | Performance %<br>(before administration fee) | Performance %<br>(after administration fee) <sup>3</sup> |
|----------------------|----------------------------------------------|----------------------------------------------------------|
| 1 month              | 0.60                                         | 0.55                                                     |
| 3 months             | 1.60                                         | 1.45                                                     |
| 6 months             | 2.55                                         | 2.25                                                     |
| 1 year               | 5.14                                         | 4.54                                                     |
| 3 years p.a.         | 2.90                                         | 2.30                                                     |
| 5 years p.a.         | 1.85                                         | 1.25                                                     |
| Since inception p.a. | 2.29                                         | 1.69                                                     |

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## Investment guidelines

|                                       | Range  |
|---------------------------------------|--------|
| Cash and cash equivalents             | 0-100% |
| Australian investment grade           | 0-100% |
| International investment grade        | 0-100% |
| Australia high yield <sup>4</sup>     | 0-40%  |
| International high yield <sup>4</sup> | 0-30%  |
| Active Currency                       | 0-10%  |

## Actual asset allocation<sup>5</sup>

|                              | %             |
|------------------------------|---------------|
| Cash                         | 12.18         |
| Australian fixed interest    | 67.79         |
| International fixed interest | 20.03         |
| Australian shares            | -             |
| <b>Total</b>                 | <b>100.00</b> |

## Notes

<sup>4</sup> Maximum aggregate exposure to high yield assets will not exceed 50%.

<sup>5</sup> Asset allocations are updated quarterly.

## Investor services

|       |                        |
|-------|------------------------|
| Phone | 1800 806 362           |
| Email | enquiry@genlife.com.au |

## Adviser services

|       |                         |
|-------|-------------------------|
| Phone | 1800 333 657            |
| Email | advisers@genlife.com.au |

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