

## Foresters Stakeholder (Schroders) Sustainable Future Managed Fund

### Fund objective

The fund aims to achieve medium to long-term growth by investing in a diversified range of assets and markets worldwide, with a medium-low risk profile. It invests at least 70% in companies and countries that are either:

**low carbon investments** – companies or countries that are operating at a greenhouse gas (GHG) intensity below the level required to meet net zero GHG emissions by 2050 (net zero), based on their most recently reported or estimated emissions. This portion of the Fund is aligned with the “Sustainability Focus” label requirements;

**or decarbonising investments** – companies or countries that have the potential to reduce their GHG intensity below the level required to meet net zero, based on the targets those issuers have publicly committed to and/or evidence of previous emissions reductions. This portion of the Fund is aligned with the “Sustainability Improvers” label requirements.

### Foresters Stakeholder (Schroders) Sustainable Future Managed 1 Fund

Fund Size: £85.3m\*

Launch Date: July 2023

### Foresters Stakeholder (Schroders) Sustainable Future Managed 2 Fund

Fund Size: £2.5m\*

Launch Date: July/September 2023

#### Growth to 30<sup>th</sup> June 2025 (Net of charges)

	Q2	1yr	3yrs	5yrs	10yrs
<b>1</b>	2.9%	4.4%	n/a	n/a	n/a
<b>1A</b>	3.0%	5.0%	n/a	n/a	n/a

#### Growth to 30<sup>th</sup> June 2025 (Net of charges)

	Q2	1yr	3yrs	5yrs	10yrs
<b>2</b>	2.3%	3.3%	n/a	n/a	n/a
<b>2A</b>	2.4%	3.8%	n/a	n/a	n/a

### Fund yearly performance

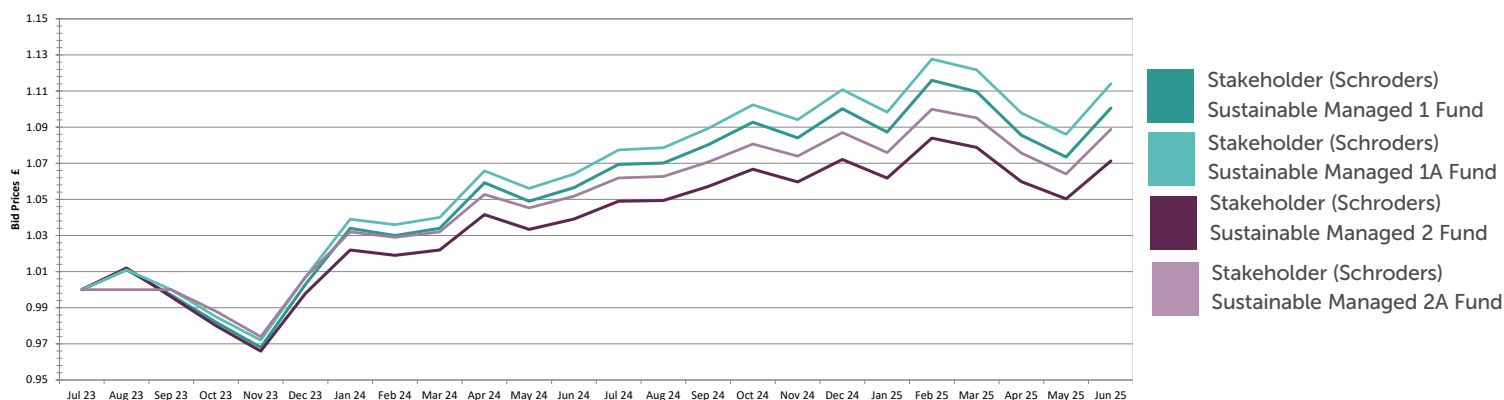
The table below shows the annual growth rate over the past 5 years.

#### Change in price of units over one year periods to end of June (Net of charges)

Period	2025	2024	2023	2022	2021
<b>Stakeholder (Schroders) Sustainable Managed 1 Fund</b>	4.4%	n/a	n/a	n/a	n/a
<b>Stakeholder (Schroders) Sustainable Managed 1A Fund</b>	5.0%	n/a	n/a	n/a	n/a
<b>Stakeholder (Schroders) Sustainable Managed 2 Fund</b>	3.3%	n/a	n/a	n/a	n/a
<b>Stakeholder (Schroders) Sustainable Managed 2A Fund</b>	3.8%	n/a	n/a	n/a	n/a

### Cumulative Performance

This shows the growth in unit prices of the Funds. Please refer to the important note below.

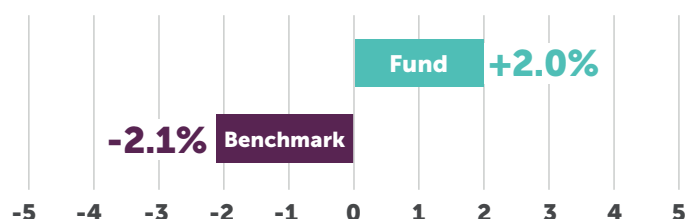


**Important Note:** Please remember that, with a unit-linked investment, the value of your investment may go down as well as up, and that past performance should not be seen as an indication of future performance.

\* Fund sizes include the 1A and 2A funds.

## Overall impact on people and the planet

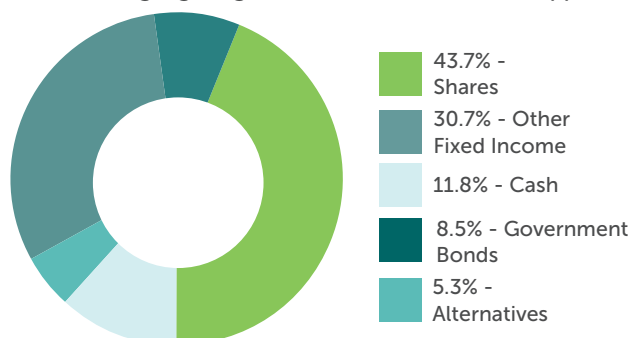
The below demonstrates the effect on people and planet as calculated by Schroders in-house sustainability tool.



The comparator/benchmark shows the estimated effect on people and planet if the fund were made of up the same combination of assets (i.e., the same weight in bonds, equities, cash etc.), but invested passively.

## Asset allocation (% of fund)

The chart below shows the latest mix of investments held within our Funds, highlighting a risk-controlled balanced approach.



## Top 5 global share holdings (% of shares by region)

Of the listed shares that we currently hold, our top 5 regional holdings are as follows:

Countries/Regions		% of Shares
1	North America Equities	54.3%
2	Europe ex-UK Equities	15.6%
3	Emerging Markets Equities	14.3%
4	Japan Equities	6.4%
5	UK Equities	6.4%

# Schroders Quarterly Review

## Market/ Economic Review

- The second quarter of 2025 was particularly volatile. Despite some sharp falls at the start of the period when President Trump unveiled new trade tariffs, equity markets subsequently recovered amid the temporary suspension of most tariffs while trade talks took place.
- US shares posted gains, led by the information technology and communication services sectors, as investor enthusiasm and strong earnings results gave a boost to the "Magnificent 7" stocks.
- Eurozone shares also advanced, helped by the European Central Bank who cut interest rates twice over the period.
- UK shares rose over the quarter, despite sectors such as energy and healthcare, which make up a large part of the UK market, underperforming during this period. In May, the Bank of England lowered interest rates by 0.25%, bringing them down to 4.25%.
- Emerging market (EM) shares posted gains during the period. Easing trade tensions between the US and China, along with a falling US dollar, supported EM shares.
- In global bond markets, attention shifted away from central banks and their interest rate policies, as most appeared to be nearing the end of their rate-cutting cycles. Instead, the focus turned towards government spending and the implications for long-term debt sustainability. These concerns led to yield curves steepening in most major government bond markets over the quarter, indicating a greater difference between short-term and long-term bond yields (as bond prices move inversely to yields).
- Broad commodities declined this quarter. Escalating conflict risk in the Middle East caused a brief oil price surge amid worries about disruption to shipping, but oversupply of oil kept prices contained.

## Outlook

While trade tariff news continues to sway in multiple directions, the outcomes on trade so far—compared to "Liberation Day"—are consistent with our expectations of 30% tariffs on China and 10% on the rest of the world, resulting in an effective tariff rate of 12%. Economic uncertainty persists, and we need to monitor the impact of this uncertainty on company behaviour.

However, some of the potential negative risks now appear to be less severe. Consequently, we believe the risk of recession this year is lower, and our outlook on equities is positive. We have retained our neutral view on government bonds: yields are now higher meaning prices are lower and more attractive, but we still have concerns about rising debt levels and ongoing inflation risks in the US.

## Schroders

Schroders is a global investment manager with broad expertise across international public and private investment markets. With over 200 years of expertise and over 6,000 people based in 38 locations around the world, they use their professional expertise to make active investment choices to help customers achieve their long-term financial goals. Schroders' global assets under management were £778.7 billion at 31<sup>st</sup> December 2024.