

2011 Annual General Meeting



FUND OF HEDGE FUNDS
SPECIALIST OVER \$500M

[OPUS COMMODITIES FUND]



Private Asset Manager
Client service quality and
Image and reputation
awards - UHNW



Investment manager
of the year

Asia Asset Management

THE JOURNAL OF INVESTMENTS & PENSIONS
BEST OF THE BEST AWARDS



Best Emerging Markets
Manager of the Year



Best Large Fixed-Interest House



STANDARD
& POOR'S

with
professional
PLANNER



Citywealth™

WINNER

MAGIC CIRCLE AWARDS 2010



Money Management | LONSEC
FUND MANAGER OF THE YEAR 2010

WINNER

Fund Manager of the Year 2010

Schroders

2011 Annual General Meeting


Michael Dobson
Chief Executive

5 May 2011



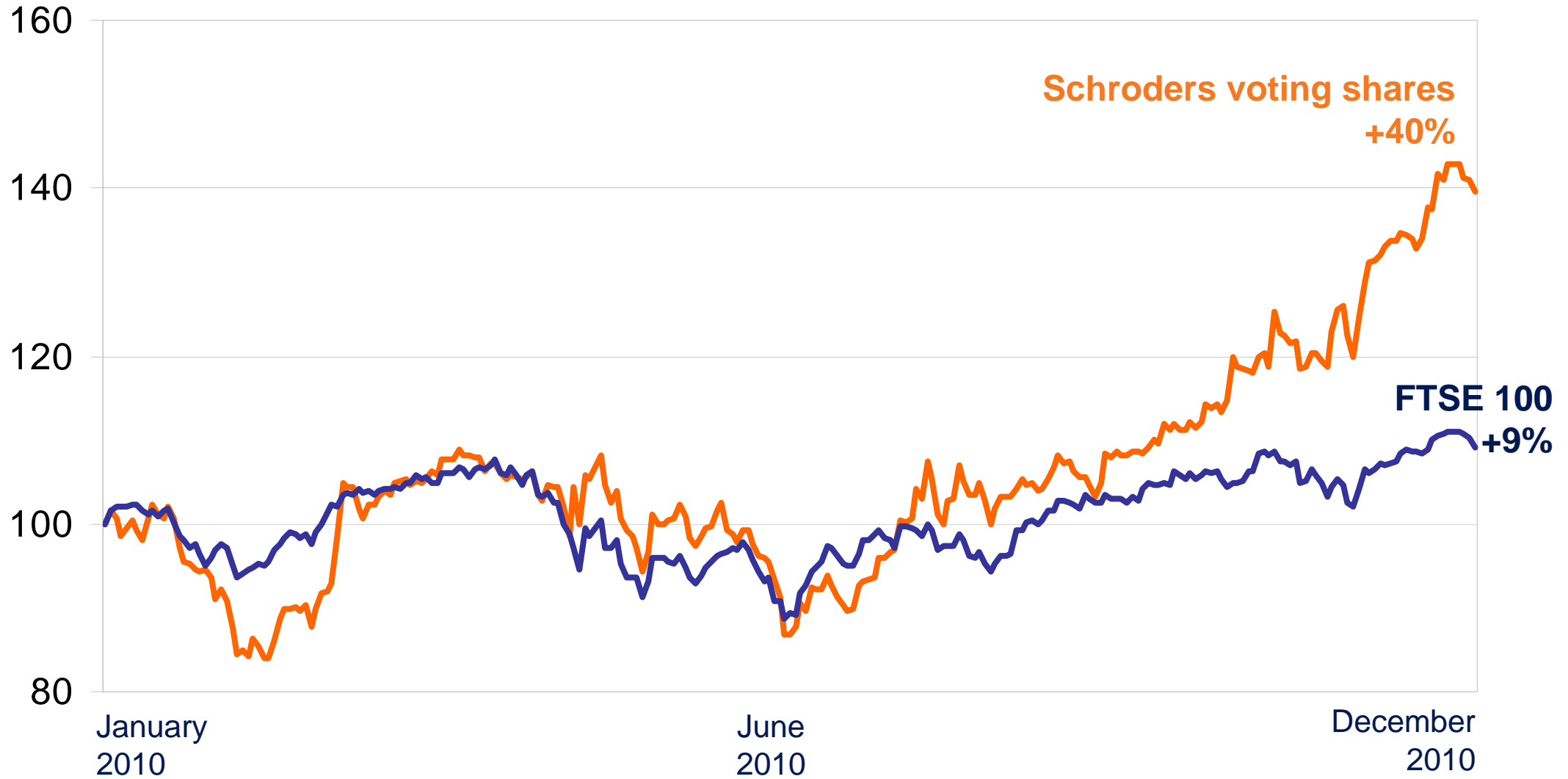
Schroders

2010: a record year

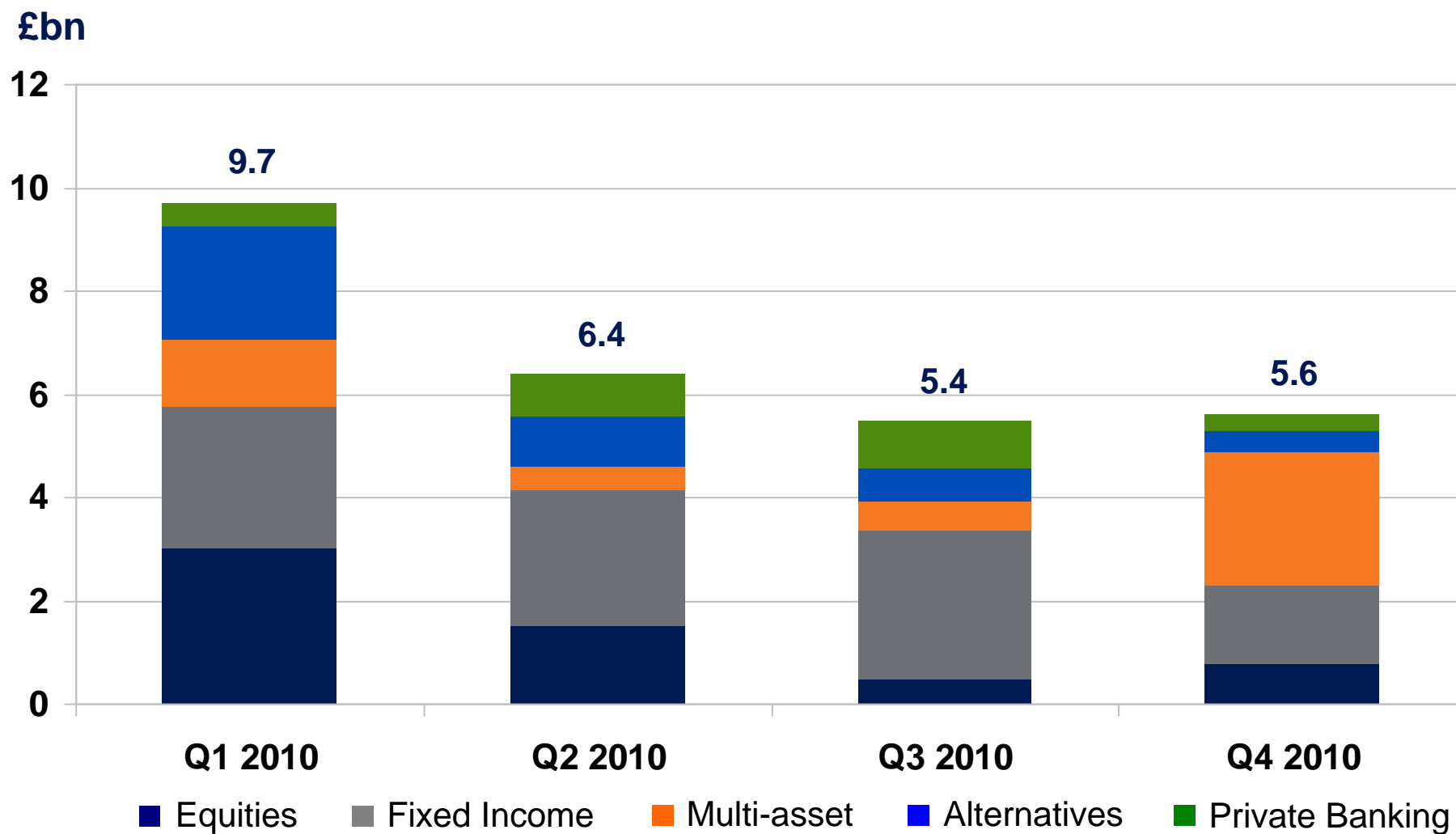
- Investment in organic growth
 - Focus on investment performance
 - Broad product range
 - Proven distribution capability
 - Global franchise
 - Strong financial position
- 
- 81% of funds outperforming over 3 years
 - Net new business £27.1bn (2009: £15.0bn)
 - Funds under management £196.7bn (2009: £148.4bn)
 - Profit before tax £406.9m (2009: £137.5m)
 - Earnings per share 111.8p (2009: 34.3p)
 - Dividend 37.0p per share (2009: 31.0p)

2010

Share price performance

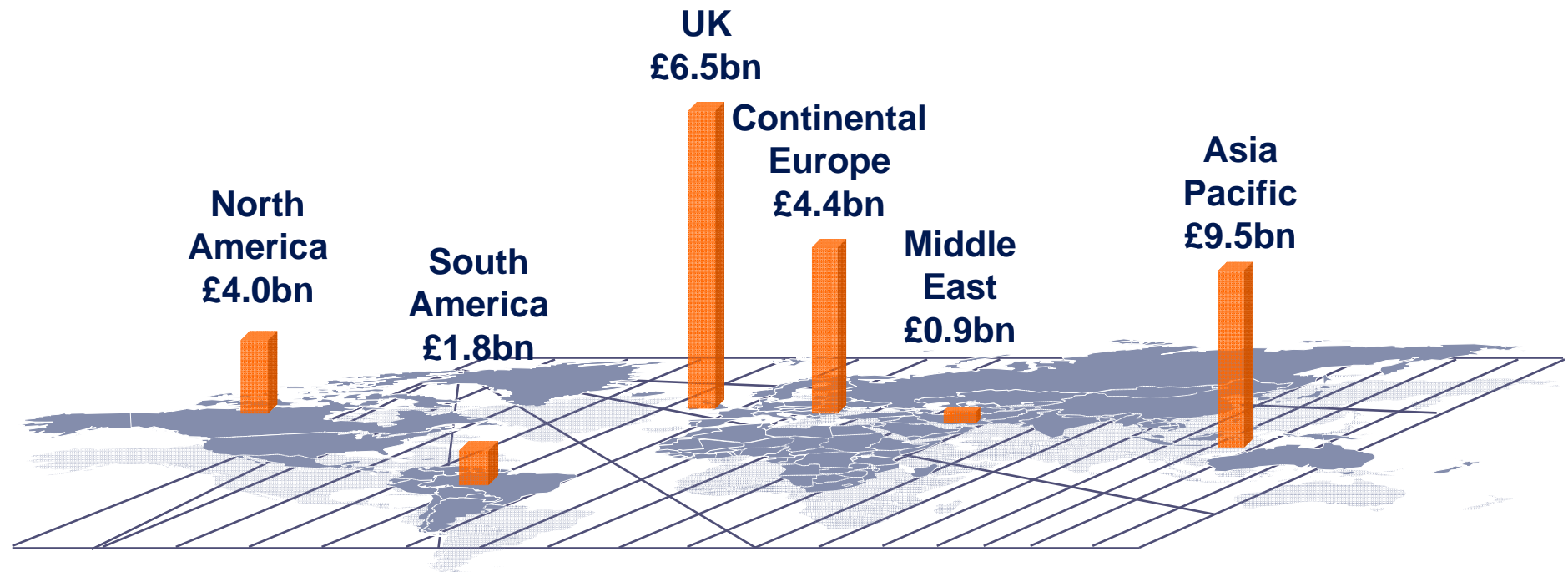


Asset class diversification: net inflows



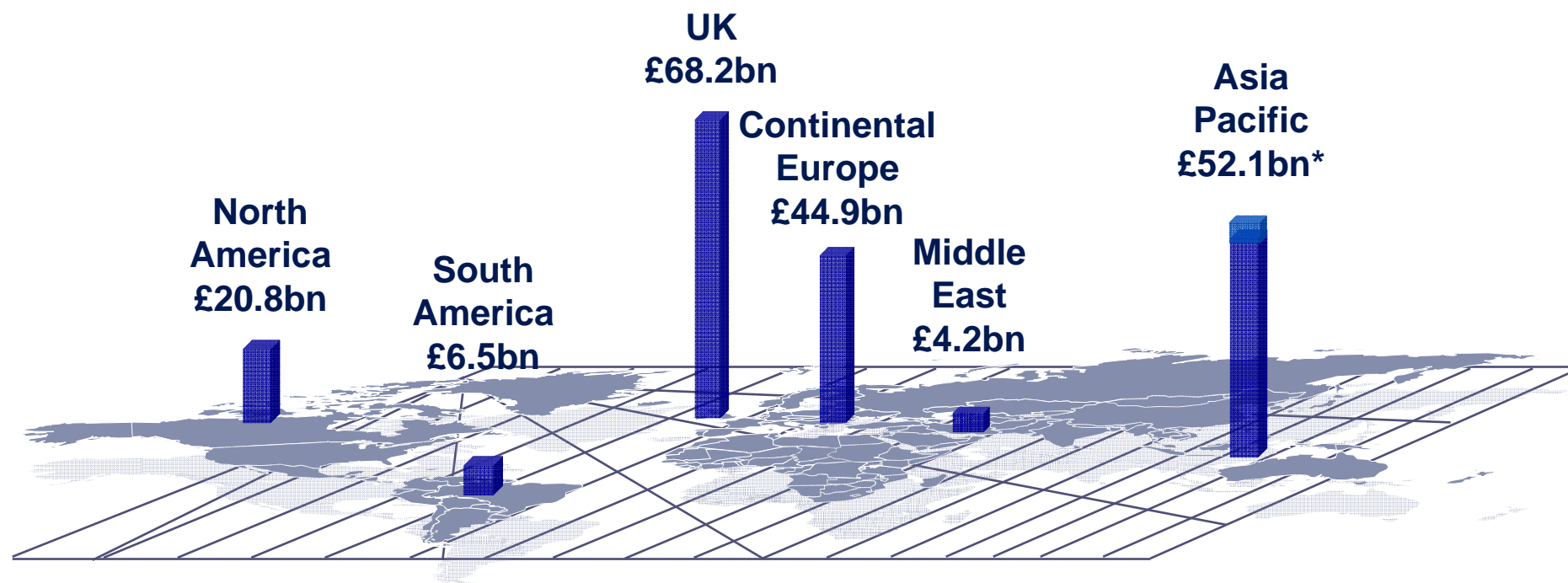
Regional diversification: net inflows

76% from clients outside the UK



Regional diversification: funds under management

67% of revenues from clients outside UK



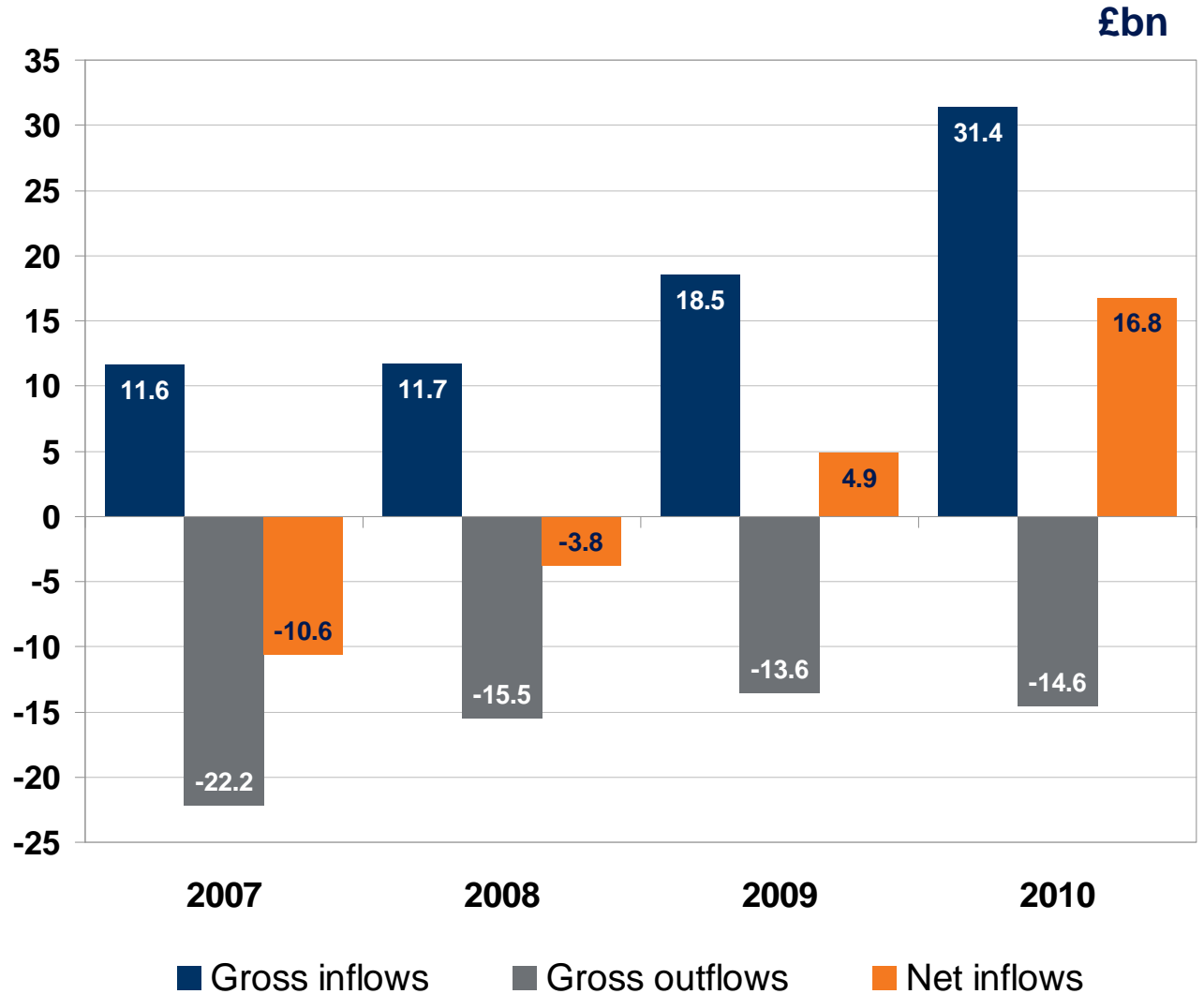
■ £5.2bn China joint venture

* China joint venture funds under management are not reported within Group funds under management

Institutional

Funds under management: £106.4bn (2009: £76.7 bn)

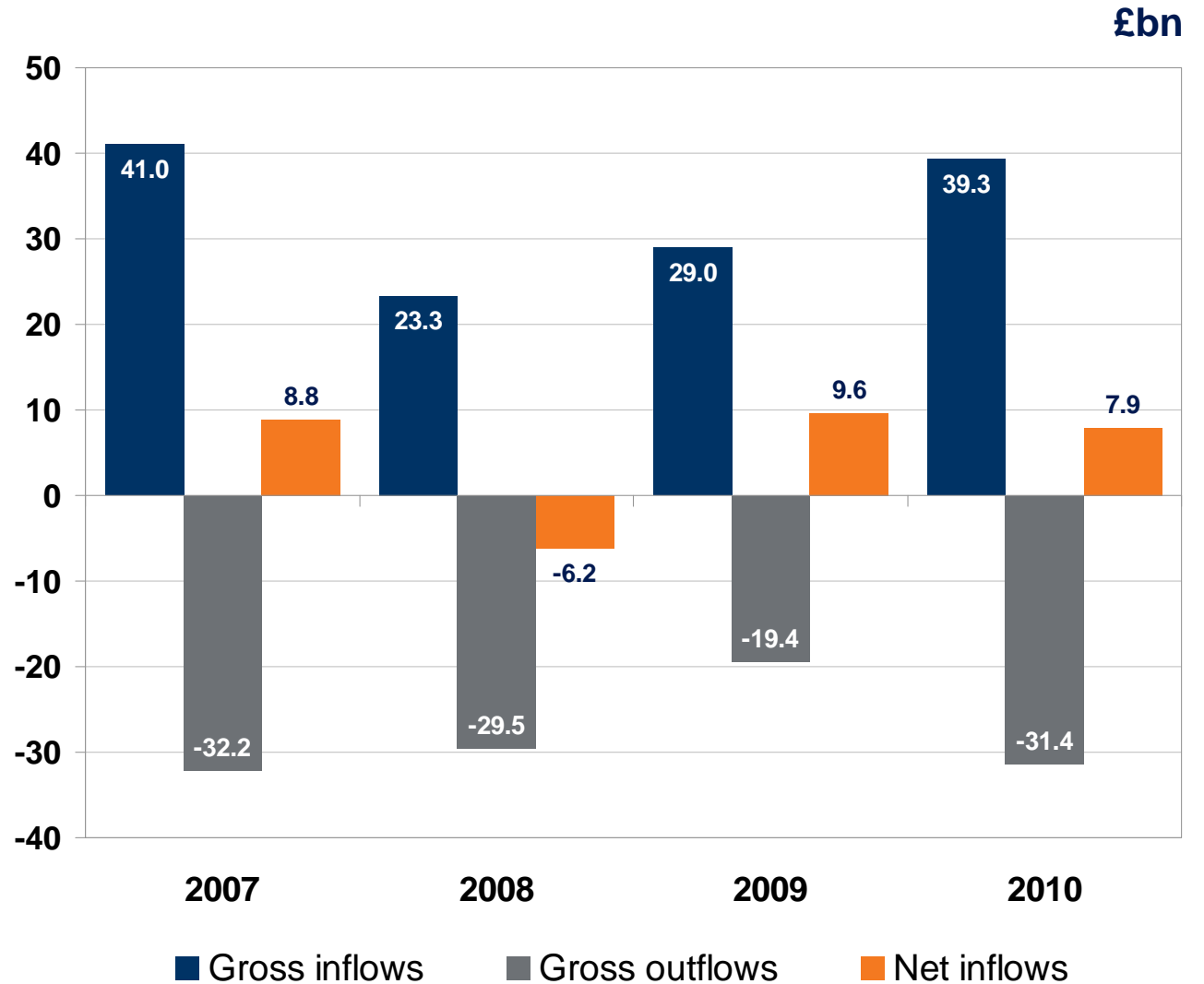
- **Shift from DB pensions to sovereign wealth funds, financial institutions**
- **Mandates from large clients**
- **Momentum in fixed income, emerging market equities, alternatives and new asset classes**
 - quant equities
 - multi-asset
 - LDI
- **Revenue margins unchanged**



Intermediary

Funds under management: £74.1bn (2009: £59.1bn)

- Gross sales up 36%
- Top 3 year in net sales
- Redemptions in Asia
- Progress in sub-advisory in US, Japan
- Growth potential with insurance partners, pre and post retirement market
- High capacity, scalable products



Private Banking

Funds under management: £16.2bn (2009: £12.6 bn)

- **Strength of investment and client service proposition**
- **Additional client facing private bankers**
- **Record level of net new business**
- **Reduction in revenue margins**
 - lower management fees on large mandates
 - lower interest income
 - lower transaction fees
- **Higher staff costs**
- **Doubtful debt provisions in the UK**
- **Business positioned for increased profitability in 2011**

Q1 2011 Interim Management Statement

- **Profit before tax: £103.8m** (Q1 2010: £93.2m)
 - Asset Management profit before tax: £97.3m (Q1 2010: £88.9m)
 - Private Banking profit before tax: £6.7m (Q1 2010: £1.3m)
- **Net new business: £3.1bn**
- **Funds under management: £201.4bn** (31 December 2010: £197.6bn)

Outlook

- **Volatile markets**
- **Decline in Intermediary flows**
- **Good opportunities in Institutional**
- **Competitive investment performance**
- **Broad product range**
- **Focus on long term growth**

Forward-looking statements

These presentation slides may contain forward-looking statements with respect to the financial condition, results of operations and businesses of the Schroders Group.

These statements and forecasts involve risk and uncertainty because they are based on current expectations and assumptions but they relate to events and depend upon circumstances in the future. Without limitation, any statements preceded or followed by or that include the words ‘targets’, ‘plans’, ‘believes’, ‘expects’, ‘aims’ or ‘anticipates’ or the negative of these terms and other similar terms are intended to identify such forward-looking statements.

There are a number of factors that could cause actual results or developments to differ materially from those expressed or implied by forward-looking statements and forecasts. Forward-looking statements and forecasts are based on the Directors’ current view and information known to them at the date of this presentation. The Directors do not make any undertaking to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. Nothing in this presentation should be construed as a profit forecast.