

Schroder

UK Growth Fund plc

Half Yearly Report to 31 October 2011



Schroders

Investment Objective

The Company's principal investment objective is to achieve capital growth predominantly from investment in UK equities, with the aim of providing a total return in excess of the FTSE All-Share Index.

Directors

Alan Clifton (Chairman)
Stella Pirie OBE
Robert Cowdell
Andrew Hutton
David Ritchie

Advisers

Investment Manager and Company Secretary

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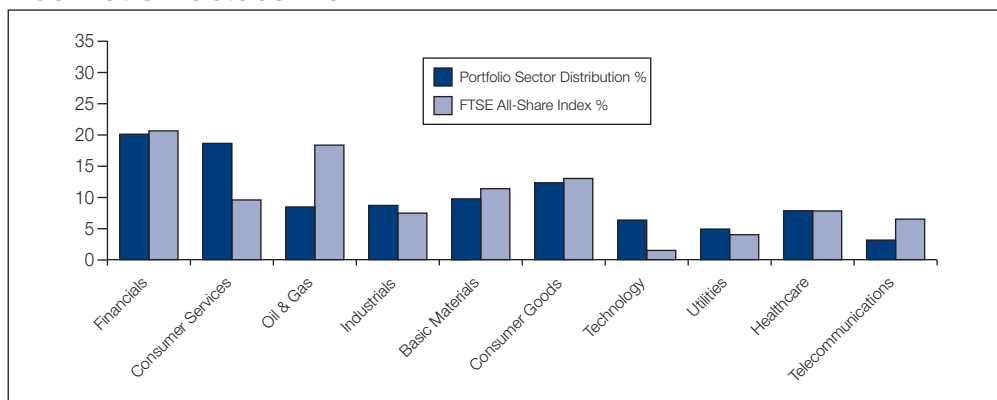
Financial Highlights

	31 October 2011	30 April 2011	% Change
Net asset value per share (undiluted)	131.90p	148.90p	(11.4)
Net asset value per share (diluted)	131.57p	144.24p	(8.8)
Ordinary share price	121.88p	137.12p	(11.1)
Subscription share price	8.13p	16.25p	(50.0)
Ordinary share price discount	7.4%	4.9%	
Total assets	£240.4m	£257.1m	(6.5)
Borrowings	£25.0m	£25.0m	-
Shareholders' funds	£215.4m	£232.1m	(7.2)
Market capitalisation (excluding subscription shares)	£199.0m	£213.8m	(6.9)
Ordinary shares in issue	163.3m	155.9m	4.7
Subscription shares in issue	21.4m	28.8m	(25.7)
	Six months ended 31 October 2011	Six months ended 31 October 2010	
Dividends per ordinary share	1.50p	1.25p	
Net asset value (diluted) total return *	(7.9)%	6.5%	
Ordinary share price total return	(10.0)%	7.6%	
FTSE All-Share Index total return **	(7.8)%	4.2%	

* Source: Morningstar (www.morningstar.co.uk)

** Source: Thomson Financial Datastream

Comparison of Portfolio Sector Distribution with the FTSE All-Share Index* at 31 October 2011



*Sector distribution positions are shown on the left, benchmark positions are shown on the right.

Ten Largest Investments

As at 31 October 2011

Company and Activity	Market value of holding £'000	Percentage of Shareholders' funds
GlaxoSmithKline International pharmaceutical company	11,788	5.47
Royal Dutch Shell 'B' Integrated oil group	10,193	4.73
Tate & Lyle Corn and sugar refiner	9,120	4.24
Xstrata Global diversified mining group	8,878	4.12
BG Group Oil and gas exploration and production group	8,876	4.12
Rio Tinto Global mining company	7,353	3.41
Lloyds Banking Group Banking and financial services group	7,162	3.33
Burberry Group Designs and sources apparels and accessories	7,121	3.31
Legal & General UK financial services group	7,095	3.29
Virgin Media Telecommunications and media services provider	7,084	3.29
Total	84,670	39.31

As at 30 April 2011, the ten largest investments represented 41.26% of Shareholders' Funds.

Interim Management Report Chairman's Statement

Performance

During the six month period ended 31 October 2011, the Company's diluted net asset value produced total return of -7.9%, while the share price produced a total return of -10.0%. These compare with a total return of -7.8% by the FTSE All-Share Index over the same period.

Further comment on performance and investment policy may be found in the Manager's Review.

Dividends

The Directors have declared an increased first interim dividend of 1.50p per share for the year ending 30 April 2012 (2011: 1.25p). The first interim dividend will be payable on 31 January 2012 to shareholders on the Register on 30 December 2011. A first interim dividend of 1.50p per share represents a 20% increase on last year and recognises the improved earnings per share during the period. The Board is unable to comment on the likely level of the intended second interim dividend which it expects to declare in June next year.

Gearing Policy

The Company maintains a credit facility of £35 million of which £25 million has remained drawn throughout the period. Net effective gearing (which takes account of cash held in the portfolio as well as borrowings) was 9.5% at the beginning of the period under review, and this had fallen to 5.0% at 31 October 2011.

The Company's gearing continues to operate well within pre-agreed limits set by the Board which stipulate that gearing should not represent more than 20% of shareholders' funds. The Board continues to believe that gearing can enhance performance over time and provides a valuable investment tool for the Manager.

Discount Management Policy

The Board maintains a formal discount management policy in order to seek to hold the discount to the net asset value at which its shares are quoted on the London Stock Exchange to no greater than 5% over the long-term. The average discount during the period (based on diluted, capital only net asset values) was 4.44% and the Board did not purchase any shares for cancellation. The Directors continue to keep the discount under review and will purchase shares, if appropriate, in accordance with its formal discount management policy.

Subscription Shares

As a reminder, the rights conferred by the Subscription Shares will be exercisable on each of 31 January, and 31 July 2012 (or if such date is not a Business Day, on the next following Business Day), which will be the last opportunity shareholders will have to exercise. Should shareholders fail to exercise their Subscription Shares they will lapse.

The Subscription Price on the final Subscription Dates of 31 January and 31 July 2012, will be 129 pence per share.

Board

During the period under review Keith Niven retired as a Director of the Company. On behalf of the Company I would like to thank Keith for his very considerable contribution to the Board since his appointment in 1994.

I am pleased to report that Bob Cowdell joined the Board as a Director on 1 November 2011 and his biographical details are summarised below.

Mr Cowdell, qualified as a solicitor with the City firm Theodore Goddard. He was subsequently a member of the investment trust teams at brokers Warburg Securities and de Zoete & Bevan. He left RBS Hoare Govett in July 2011, after 15 years, where he was a Managing Director of Global Banking & Markets, with responsibility for Hoare Govett's Financial Sector corporate broking and Equity Capital Market -activities; having previously co-founded and then led the ABN AMRO Global Investment Funds Team.

Outlook

The best that can be said about the current uncertainties is that everybody is familiar with them. As the Investment Manager's review mentions, one consequence is that many UK share valuations look low. They may get lower – and since the end of October the markets have indeed found more reasons for that to happen – but there is comfort to be taken from the degree to which most companies in the portfolio seem to be doing well.

The Board continues to believe in the strategy of a concentrated portfolio of the Manager's best ideas. There's no doubt, though, that those ideas would benefit – as with all share prices – from a resolution of the Eurozone sovereign debt problems and the possibility of better economic growth.

Alan Clifton

Chairman
20 December 2011

Interim Management Report Investment Manager's Review

Performance

Over the 6 months to 31 October 2011 the total return on the Company's fully diluted net asset value was -7.9%, compared to the total return from the FTSE All-Share index of -7.8%.

Market Background

Developments in the Eurozone sovereign debt crisis were the main factor behind the downward move in the UK equity market over the last six months. Italian and Spanish bond yields moved sharply higher as investors questioned the ability of both countries to fund their budget deficits. The European Central Bank announced purchases of both countries' bonds in return for further austerity measures in an effort to calm markets. Relief was short lived, however, as investors questioned the deficit reduction plans for Italy and Greece.

Market sentiment was made worse by evidence that economic growth around the world slowed over the summer, which also impacted on cyclical shares.

Investment Activity and Portfolio Strategy

The portfolio underperformed the market, although the impact of lower dilution from the exercise of subscription shares led to an overall return close to the index. Underperformance of its cyclical holdings (eg the banks, miners and Home Retail) and a negative contribution from the gearing offset success at individual holdings such as Autonomy (which was taken over by Hewlett Packard), Tate & Lyle and Next.

Investment activity was mainly using the proceeds from the Autonomy bid and profit-taking in some of the other good performers (eg Burberry and Shire) to reduce the Company's net gearing to 5% and to start a new holding in Ladbrokes. There were also additions to several of the poor-performing shares, such as the domestic banks.

The portfolio remains a concentrated list of our highest-conviction ideas. As a year ago, there is an emphasis on cyclical shares which sell well below our estimate of their medium term value (eg miners, domestic banks and retailers), and companies where we believe management have the opportunity to improve their companies' profitability (eg Tate & Lyle, Reed Elsevier). Other potential opportunities are companies with a broad geographical presence, strong product positioning (e.g. Burberry) or the potential for further self-help (e.g. Logica). We look for companies that trade on attractive valuations with the potential to grow profits, regardless of their cyclical or defensive attributes.

Outlook

While the portfolio's policy is always going to be more company-specific than trying to anticipate a specific resolution to the macro-economic uncertainties, it is inevitable that the bigger picture will continue to dominate market attention for a while longer. Without wanting the portfolio to be too sensitive to the large swings in market sentiment, there are two top-down judgments behind our general outlook:

- That a severe recession should be avoided: It is clear that there has been a slowdown in global economic activity. However, we believe that a severe recession will be avoided. We have been encouraged by stronger data from the US, which supports our view of a 'muddle through' rather than a slide back into recession. Moreover, many of the portfolio's holdings have recently reported good results and are making progress in a difficult climate.
- That the Eurozone will survive a while longer: A pattern has emerged through the sovereign debt crisis of politicians and the ECB taking action only in response to financial market turmoil. Decision making in Europe requires approval from all euro member governments and the ECB, which means that progress towards a comprehensive solution will be slow and subject to tortuous negotiations. The spread of contagion across the Eurozone has increased the risks, but there appears to be a firm political commitment to the euro from member states and any progress will be well received by investors.

Given this, our working assumption is that the market continues to trade in the range it has been in for the last 12 months, with a floor to prices provided by share valuations that are low by historic standards. At a time when most of the companies in the portfolio are trading as expected, changes in policy are likely to be driven more by the opportunities from individual share prices over-reacting. One recent example was buying more of the deep-value cyclicals (e.g. the banks and high street retailers) when the market becomes too depressed: the likelihood of market volatility staying high should provide other opportunities going forward.

Summary

It is clear that the global economy faces a number of significant challenges. Deleveraging by governments and banks is likely to continue for many years, and it represents a substantial headwind for growth and for stock markets. To achieve returns in this environment a focused, high conviction, portfolio is paramount. By investing in a small number of well-financed, attractively valued, companies that can prosper in a tough corporate environment, we believe the portfolio can deliver returns ahead of the market over the long term.

Schroder Investment Management Limited

20 December 2011

Interim Management Report

Principal Risks and Uncertainties

The principal risks and uncertainties with the Company's business fall into the following categories: financial risk; gearing; strategic risk; and accounting, legal and regulatory risk. A detailed explanation of the risks and uncertainties in each of these categories can be found on page 11 of the Company's published Annual Report and Accounts for the year ended 30 April 2011. These risks and uncertainties have not materially changed during the six months ended 31 October 2011.

Going Concern

The Directors believe, having considered the Company's investment objectives, risk management policies, capital management policies and procedures, nature of the portfolio and expenditure projections; that the Company has adequate resources, an appropriate financial structure and suitable management arrangements in place to continue in operational existence for the foreseeable future. For these reasons, they consider there is reasonable evidence to continue to adopt the going concern basis in preparing the accounts.

Related Party Transactions

Details of related party transactions can be found on page 35 of the Company's published Annual Report and Accounts for the year ended 30 April 2011. There have been no material transactions with the Company's related parties during the six months ended 31 October 2011.

Directors' Responsibility Statement

The Directors confirm that, to the best of their knowledge, this set of condensed financial statements has been prepared in accordance with United Kingdom Generally Accepted Accounting Practice (UK GAAP) and with the Statement of Recommended Practice Financial Statements of Investment Companies and Venture Capital Trusts (SORP) issued in January 2009 and the Interim Management Report as set out above includes a fair review of the information required by 4.2.7R and 4.2.8R of the FSA's Disclosure and Transparency Rules.

Income Statement

	Note	(Unaudited) For the six months ended 31 October 2011			(Unaudited) For the six months ended 31 October 2010			(Audited) For the year ended 30 April 2011		
		Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
(Losses)/gains on investments held at fair value		-	(24,750)	(24,750)	-	10,949	10,949	-	33,158	33,158
Other currency gains		-	1	1	-	-	-	-	32	32
Income	2	3,180	-	3,180	2,430	-	2,430	5,280	-	5,280
Investment management fee	3	(213)	(498)	(711)	(126)	(293)	(419)	(271)	(633)	(904)
Administrative expenses		(245)	-	(245)	(301)	-	(301)	(532)	-	(532)
Net (loss)/return before finance costs and taxation		2,722	(25,247)	(22,525)	2,003	10,656	12,659	4,477	32,557	37,034
Interest payable and similar charges	3	(78)	(179)	(257)	(80)	(187)	(267)	(153)	(357)	(510)
Net (loss)/return on ordinary activities before taxation		2,644	(25,426)	(22,782)	1,923	10,469	12,392	4,324	32,200	36,524
Taxation on ordinary activities		(35)	-	(35)	(26)	-	(26)	(24)	-	(24)
Net (loss)/return after taxation attributable to equity shareholders		2,609	(25,426)	(22,817)	1,897	10,469	12,366	4,300	32,200	36,500
Net (loss)/return per ordinary share (undiluted)	4	1.64p	(15.99)p	(14.35)p	1.23p	6.80p	8.03p	2.78p	20.83p	23.61p
Net (loss)/return per ordinary share (diluted)	4	1.64p	(15.99)p	(14.35)p	1.23p	6.80p	8.03p	2.76p	20.69p	23.45p

The Total column of this Statement is the profit and loss account of the Company. The Revenue and Capital columns are both provided in accordance with guidance issued by The Association of Investment Companies. The Company has no recognised gains or losses other than those disclosed in the Income Statement and the Reconciliation of Movements in Shareholders' Funds. Accordingly no Statement of Total Recognised Gains and Losses is presented.

All revenue and capital items in the above statement derive from continuing operations. No operations were acquired or discontinued in the period.

The notes on pages 11 and 12 form an integral part of these accounts.

Reconciliation of Movements in Shareholders' Funds

For the six months ended 31 October 2011 (Unaudited)

	Called-up share capital £'000	Capital redemption reserve £'000	Share premium account £'000	Share purchase reserve £'000	Warrant exercise reserve £'000	Capital reserves £'000	Revenue reserve* £'000	Total £'000
Balance at 1 May 2011	39,264	18,944	2,820	81,089	417	85,021	4,586	232,141
Net (loss)/return from ordinary activities	-	-	-	-	-	(25,426)	2,609	(22,817)
Ordinary dividend paid	-	-	-	-	-	-	(2,728)	(2,728)
Issue of ordinary shares on exercise of subscription shares	1,768	-	7,000	-	-	-	-	8,768
At 31 October 2011	41,032	18,944	9,820	81,089	417	59,595	4,467	215,364

For the six months ended 31 October 2010 (Unaudited)

	Called-up share capital £'000	Capital redemption reserve £'000	Share premium account £'000	Share purchase reserve £'000	Warrant exercise reserve £'000	Capital reserves £'000	Revenue reserve* £'000	Total £'000
Balance at 1 May 2010	38,695	18,933	594	81,122	417	52,821	4,521	197,103
Net return from ordinary activities	-	-	-	-	-	10,469	1,897	12,366
Ordinary dividend paid	-	-	-	-	-	-	(2,302)	(2,302)
Purchase and cancellation of ordinary shares	(10)	10	-	(35)	-	-	-	(35)
Issue of ordinary shares on exercise of subscription shares	276	-	1,025	-	-	-	-	1,301
At 31 October 2010	38,961	18,943	1,619	81,087	417	63,290	4,116	208,433

For the year ended 30 April 2011 (Audited)

	Called-up share capital £'000	Capital redemption reserve £'000	Share premium account £'000	Share purchase reserve £'000	Warrant exercise reserve £'000	Capital reserves £'000	Revenue reserve* £'000	Total £'000
Balance at 1 May 2010	38,695	18,933	594	81,122	417	52,821	4,521	197,103
Net return from ordinary activities	-	-	-	-	-	32,200	4,300	36,500
Ordinary dividends paid	-	-	-	-	-	-	(4,235)	(4,235)
Purchase and cancellation of ordinary shares	(11)	11	-	(33)	-	-	-	(33)
Issue of ordinary shares on exercise of subscription shares	580	-	2,226	-	-	-	-	2,806
At 30 April 2011	39,264	18,944	2,820	81,089	417	85,021	4,586	232,141

* The revenue reserve represents the amount of the Company's reserves distributable by way of dividend.

The notes on pages 11 and 12 form an integral part of these accounts.

Balance Sheet

		(Unaudited) At 31 October 2011 £'000	(Unaudited) At 31 October 2010 £'000	(Audited) At 30 April 2011 £'000
	Note			
Fixed assets				
Investments held at fair value through profit or loss		226,231	215,965	253,136
		226,231	215,965	253,136
Current assets				
Debtors		611	284	1,495
Cash at bank and short-term deposits		14,224	17,515	3,196
		14,835	17,799	4,691
Current liabilities				
Creditors – amounts falling due within one year	6	(25,702)	(25,331)	(25,686)
Net current liabilities		(10,867)	(7,532)	(20,995)
Net assets		215,364	208,433	232,141
Capital and reserves				
Called-up share capital	7	41,032	38,961	39,264
Capital redemption reserve		18,944	18,943	18,944
Share premium account		9,820	1,619	2,820
Share purchase reserve		81,089	81,087	81,089
Warrant exercise reserve		417	417	417
Capital reserves		59,595	63,290	85,021
Revenue reserve		4,467	4,116	4,586
Equity shareholders' funds		215,364	208,433	232,141
Net asset value per ordinary share (undiluted)	8	131.90p	134.78p	148.90p
Net asset value per ordinary share (diluted)	8	131.57p	132.22p	144.24p

The notes on pages 11 and 12 form an integral part of these accounts.

Cash Flow Statement

	(Unaudited) For the six months ended 31 October	(Unaudited) For the six months ended 31 October	(Audited) For the year ended 30 April
	2011 £'000	2010 £'000	2011 £'000
Net cash inflow from operating activities	3,426	2,236	2,980
Net cash outflow from servicing of finance	(253)	(269)	(518)
Taxation paid	(85)	(52)	(18)
Net cash inflow/(outflow) from investment activities	1,899	2,535	(11,706)
Equity dividends paid	(2,728)	(2,302)	(4,235)
Net cash inflow from financing	8,768	1,264	2,558
Net cash inflow/(outflow)	11,027	3,412	(10,939)
Reconciliation of net cash flow to movement in net debt			
Net cash inflow/(outflow)	11,027	3,412	(10,939)
Net exchange gain on currency transactions	1	-	32
Movement in net debt resulting from cash flows	11,028	3,412	(10,907)
Net debt at 1 May	(21,804)	(10,897)	(10,897)
Net debt carried forward	(10,776)	(7,485)	(21,804)

The notes on pages 11 and 12 form an integral part of these accounts.

Notes to the Accounts

1. Accounting Policies

The financial information for each of the six month periods ended 31 October 2011 and 31 October 2010 comprises non-statutory accounts within the meaning of sections 434 – 436 of the Companies Act 2006. The financial information for the year ended 30 April 2011 has been extracted from published accounts that have been delivered to the Registrar of Companies and on which the report of the auditors was unqualified, did not draw attention to any matters by way of emphasis and did not contain a statement under section 498(2) or (3) of the Companies Act 2006.

The Company's accounting policies have not varied from those described in the Annual Report and Accounts for the year ended 30 April 2011.

2. Income

	(Unaudited) For the six months ended 31 October 2011 £'000	(Unaudited) For the six months ended 31 October 2010 £'000	(Audited) For the year ended 30 April 2011 £'000
UK franked dividend income	2,618	1,699	3,569
Unfranked dividend income	416	463	1,230
Stock dividends	132	224	406
	3,166	2,386	5,205
Interest on deposits	14	30	47
Underwriting commission	–	14	28
	3,180	2,430	5,280

3. Management fees and interest payable

The investment management fee and finance costs on borrowings for investment purposes are apportioned 30% to revenue and 70% to capital.

4. (Loss)/return per ordinary share

	(Unaudited) For the six months ended 31 October 2011	(Unaudited) For the six months ended 31 October 2010	(Audited) For the year ended 30 April 2011
Revenue (£'000)	2,609	1,897	4,300
Capital (£'000)	(25,426)	10,469	32,200
Total (£'000)	(22,817)	12,366	36,500
Undiluted			
Weighted average number of shares	158,990,447	154,012,483	154,605,824
Revenue	1.64p	1.23p	2.78p
Capital	(15.99)p	6.80p	20.83p
Total	(14.35)p	8.03p	23.61p
Diluted:			
Number of dilutive shares	–	–	1,052,060
Diluted number of shares in issue	158,990,447	154,012,483	155,657,884
Revenue	1.64p	1.23p	2.76p
Capital	(15.99)p	6.80p	20.69p
Total	(14.35)p	8.03p	23.45p

The Company has in issue 21,401,882 subscription shares which are next convertible into ordinary shares on 31 January 2012 and 31 July 2012. Further details of the conversion price are given in note 7 on page 12.

As at 31 October 2011, there was no dilution of the return per ordinary share in respect of the conversion rights attaching to the subscription shares (31 October 2010: nil; 30 April 2011: 0.16p).

5. Dividends

The first interim dividend for the year ending 30 April 2012 of 1.50 pence per ordinary share will be paid on 31 January 2012 to shareholders on the register at 30 December 2011.

On 29 July 2011 the Company paid a second interim dividend of 1.75 pence per share for the year ended 30 April 2011.

6. Creditors: Amounts falling due within one year

Included within creditors of £25.7m is a loan of £25.0m (31 October 2010: £25.0m, 30 April 2011: £25.0m) drawn down under the Company's credit facility with ING Bank N.V.

Notes to the Accounts

7. Called-up share capital

	(Unaudited) At 31 October 2011 £'000	(Unaudited) At 31 October 2010 £'000	(Audited) At 30 April 2011 £'000
Allotted, Called-up and Fully paid:			
Ordinary shares in issue:			
Opening balance 155,907,095 (31 October 2010 and 30 April 2011: 153,532,049) ordinary shares	38,976	38,383	38,383
Purchase and cancellation of nil (31 October 2010 and 30 April 2011: 41,000) ordinary shares	–	(10)	(11)
Issue of 7,368,010 (31 October 2010: 1,152,493; 30 April 2011: 2,416,046) ordinary shares on exercise of subscription shares	1,842	288	604
Closing balance 163,275,105 (31 October 2010: 154,643,542; 30 April 2011: 155,907,095) ordinary shares of 25p	40,818	38,661	38,976
Subscription shares:			
Opening balance of 28,769,892 (31 October 2010 and 30 April 2010: 31,185,938) subscription shares of 1p each	288	312	312
Exercise of 7,368,010 (31 October 2010: 1,152,493; 30 April 2011: 2,416,046) subscription shares converted into ordinary shares	(74)	(12)	(24)
Closing balance 21,401,882 (31 October 2010: 30,033,445; 30 April 2011: 28,769,892) subscription shares of 1p	214	300	288
Total share capital	41,032	38,961	39,264

The subscription shares were issued as a bonus issue to the ordinary shareholders on 7 August 2009 on the basis of one subscription share for every five ordinary shares. Each subscription share confers the right (but not the obligation) to subscribe for one ordinary share on 31 January and 31 July 2012 when the rights under the subscription shares will lapse.

The remaining conversion price has been determined as follows:

(a) If exercised on either 31 January 2012 or 31 July 2012, 129 pence.

8. Net asset value per ordinary share

	(Unaudited) 31 October 2011 £'000	(Unaudited) 31 October 2010 £'000	(Audited) 30 April 2011 £'000
Undiluted:			
Net assets attributable to ordinary shareholders	215,364	208,433	232,141
Ordinary shares in issue at end of period	163,275,105	154,643,542	155,907,095
Net asset value per ordinary share (undiluted)	131.90p	134.78p	148.90p
Diluted:			
Net assets attributable to ordinary shareholders	242,972	244,173	266,377
Ordinary shares in issue at end of period if subscription shares converted	184,676,987	184,676,987	184,676,987
Net asset value per ordinary share (diluted)	131.57p	132.22p	144.24p

The diluted net asset value per ordinary share has been calculated on the assumption that 21,401,882 subscription shares in issue were converted at 129 pence per share, resulting in a total number of shares in issue of 184,676,987 (31 October 2010: 30,033,445; 30 April 2011: 28,769,892 subscription shares converted at 119 pence per share, resulting in total number of ordinary shares in issue of 184,676,987).

Company Summary

The Company

Schroder UK Growth Fund plc is an independent investment trust whose shares are listed on the London Stock Exchange. As at 20 December 2011, the Company had 163,275,105 ordinary shares of 25p each and 21,401,882 subscription shares of 1p each in issue (no shares were held in treasury). The Company's assets are managed and it is administered by Schroders. The Company has, since its launch in 1994, measured its performance against the FTSE All-Share Index. The Company measures its performance on a total return basis.

It is not intended that the Company should have a limited life, but the Directors consider it desirable that the Shareholders should have the opportunity to review the future of the Company at appropriate intervals. Accordingly, the Articles of Association of the Company contain provisions requiring the Directors to put a proposal for the continuation of the Company to Shareholders at the Company's Annual General Meeting at five yearly intervals. The next resolution for the continuation of the Company will be put to shareholders at the Annual General Meeting in 2014.

Website and Price Information

The Company has a dedicated website, which may be found at www.schroderukgrowthfund.com. The website has been designed to be utilised as the Company's primary method of electronic communication with shareholders. It contains details of the Company's share price (subject to a delay of 15 minutes) and copies of Report and Accounts and other documents published by the Company as well as information on the Directors, Terms of Reference of Committees and other governance arrangements. In addition, the site contains links to announcements made by the Company to the market, Equiniti's shareview service and Schroders' website. There is also a section entitled "How to Invest" which provides details of the Schroder ISA.

The Company releases its Net Asset Value on both a cum and ex income basis to the market on a daily basis.

Share price information may also be found in the Financial Times and on Schroders' website at www.schroders.co.uk/its.

Registrar Services

Communications with shareholders are mailed to the address held on the register. Any notifications and enquiries relating to shareholdings, including a change of address or other amendment should be directed to Equiniti Limited, Aspect House, Spencer Road, Lancing, West Sussex BN99 6ZA. The helpline telephone number of Equiniti Registrars is 0800 032 0641. Calls to this number are free of charge from landlines.

Equiniti maintain a web-based enquiry service for shareholders. Currently the "Shareview" site (address below) contains information available on public registers.

Shareholders will be invited to enter their name, shareholder reference (account number) and post code and will be able to view information on their own holding. Visit www.shareview.co.uk for more details.

Association of Investment Companies

The Company is a member of the Association of Investment Companies. Further information on this association can be found on its website, www.theaic.co.uk.

www.schroderukgrowthfund.com