

**24 December 2020**

Dear Shareholder,

## **Schroder International Selection Fund – Sustainable Multi-Asset Income (the “Fund”) A Distribution EUR share class (the “Share Class”)**

### **Change of distribution policy**

We are writing to notify you of our decision to change the distribution policy of the above named Share Class, in which you are currently invested.

Following a recent review, we became aware that the Share Class listed above has paid out the incorrect amount of dividend from when the Fund initially launched on 21 January 2020. Consequently, the board of directors (the “Board”) of Schroder International Selection Fund (the “Company”) has decided to set the fourth quarter payment at 0.875%, which is the equivalent of 3.5% per annum. You will receive this payment on 7 January 2021.

In addition, the Board has decided to change the distribution policy of the Share Class for all future payments from January 2021 onwards. The Share Class will change from paying a quarterly distribution at a variable rate, to paying a monthly distribution at a fixed rate of 3.5% per annum. This change will come into effect for the distribution due to be paid on 8 February 2021 (the “Effective Date”) and will apply to all distributions going forward. Further details of the affected Share Class and the changes to the distribution policy are detailed in the appendix to this letter.

As disclosed in the Company's prospectus, the Board will periodically review the fixed distribution Share Class and reserves the right to make changes, for example if the investment income after expenses is higher than the target fixed distribution the Board may declare the higher amount to be distributed. Equally, the Board may deem it is appropriate to declare a dividend lower than the target fixed distribution.

The Share Class fees will remain unchanged and the costs of making these changes, including regulatory and shareholder communication costs, will be borne by Schroder Investment Management (Europe) S.A. which is the Company's management company.

In the case of distributions with fixed dividends, dividends may be paid out of capital and reduce the Fund's net asset value. Dividends paid out of capital could be taxed as income in certain jurisdictions.

### **Redeeming or switching your shares to another Schroders fund**

We hope that you will choose to remain invested in the Fund following this change, but if you do wish to redeem your holding in the Fund or to switch into another of the Company's sub-funds before the changes become effective, you may do so at any time up to and including deal cut-

off on 26 January 2021. Please ensure that your redemption or switch instruction reaches HSBC Continental Europe, Luxembourg ("HSBC") before this deadline. HSBC will execute your redemption or switch instructions in accordance with the provisions of the Company's prospectus, free of charge, although in some countries local paying agents, correspondent banks or similar agents might charge transaction fees. Local agents might also have a local deal cut-off which is earlier than that described above, so please check with them to ensure that your instructions reach HSBC before the deal cut-off on 26 January 2021.

If you have any questions or would like more information about Schroders' products, please visit [www.schroders.com](http://www.schroders.com) or contact your local Schroders office, your usual professional adviser or Schroder Investment Management (Europe) S.A. on (+352) 341 342 202.

Yours faithfully,



**Cecilia Vernerson**  
Authorised Signatory



**Nirosha Jayawardana**  
Authorised Signatory

## Appendix

Further details of the changes to the distribution policy of the Share Class

Distribution policy change for the fourth quarter of 2020 paid on 7 January 2021

Share Class	Share Class Currency	Current distribution policy	Distribution policy for Q4 2020	ISIN Code
Schroder ISF Sustainable Multi-Asset Income – A Distribution	EUR	Variable paid quarterly	Set at 0.875% equivalent of 3.5% p.a. paid quarterly	LU2097343540

Distribution policy change for all future distributions from January 2021 onwards, effective on 8 February 2021

Share Class	Share Class Currency	Distribution policy for Q4 2020	Future distribution policy January 2021 onwards	ISIN Code
Schroder ISF Sustainable Multi-Asset Income – A Distribution	EUR	Set at 0.875% equivalent of 3.5% p.a. paid quarterly	Fixed 3.5% p.a. paid monthly	LU2097343540