

**4 June 2018**

Dear Shareholder,

**Schroder International Selection Fund – Environmental, Social and Governance (ESG) factors**

The board of directors of Schroder International Selection Fund (the "Company") has decided to clarify the investment policy of the Funds listed in the Appendix. Some wording has been added to describe how the investment process of the Funds listed in the Appendix takes into consideration environmental, social, and governance factors. The following disclosure will be added to the Funds' investment policies:

"The Fund is managed with reference to material environmental, social and governance factors. This means issues such as climate change, environmental performance, labour standards or board composition that could impact a company's value may be considered in the assessment of companies."

All other key features of the Funds and their risk profile will remain the same. There is no change in the Funds' investment style, investment philosophy, investment strategy, and the operation and/or manner in which the Funds are being managed following this clarification. The ISIN codes of the share classes affected by the above clarification are listed in the appendix of this letter.

If you would like to find out more about sustainability at Schroders and our ESG research, please visit [www.schroders.com/sustainability](http://www.schroders.com/sustainability). If you have any questions or would like more information about Schroders' products please contact your local Schroders office, your usual professional adviser, or Schroder Investment Management (Luxembourg) S.A. on (+352) 341 342 212.

Yours faithfully,



**Cord Rodewald**  
Authorised Signatory



**Alastair Woodward**  
Authorised Signatory

**Appendix**

ISIN codes of share classes affected by the change

Please note that the sub-funds QEP Global Active Value (Hedged) and Horizon Global Equity have not launched.

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
Schroder International Selection Fund – Swiss Small & Mid Cap Equity	A Accumulation	CHF	LU0149524034
	A1 Accumulation	CHF	LU0149538414
	B Accumulation	CHF	LU0149524117
	C Accumulation	CHF	LU0149524208
	I Accumulation	CHF	LU0149524463
Schroder International Selection Fund – Swiss Equity	A Accumulation	CHF	LU0106244287
	A1 Accumulation	CHF	LU0133713858
	B Accumulation	CHF	LU0106244360
	C Accumulation	CHF	LU0106244444
	A Distribution	CHF	LU0063575806
	B Distribution	CHF	LU0063575988
	C Distribution	CHF	LU0063576010
	Z Accumulation	CHF	LU1281938040
	Z Distribution	CHF	LU1281938396
	A Accumulation	EUR Hedged	LU1015430058
	Z Accumulation	EUR Hedged	LU1281938552
	A Accumulation	USD Hedged	LU1015430215
	Z Accumulation	USD Hedged	LU1281938719
	A Accumulation	GBP Hedged	LU1015430306
Z Accumulation	GBP Hedged	LU1281939014	
Schroder International Selection Fund – Swiss Equity Opportunities	A Accumulation	CHF	LU0227177580
	A1 Accumulation	CHF	LU0227178042

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	B Accumulation	CHF	LU0227177663
	C Accumulation	CHF	LU0227177820
	I Accumulation	CHF	LU0227178554
Schroder International Selection Fund – European Dividend Maximiser	A Accumulation	EUR	LU0319791538
	A1 Accumulation	EUR	LU0319791967
	AX Distribution	EUR	LU1188199183
	B Accumulation	EUR	LU0319791611
	C Accumulation	EUR	LU0319791884
	I Accumulation	EUR	LU0319792007
	Z Accumulation	EUR	LU0968427590
	A Distribution	EUR	LU0321371998
	B Distribution	EUR	LU0321373184
	C Distribution	EUR	LU0321373267
	A1 Distribution	EUR	LU0321374661
	I Distribution	EUR	LU1578646702
	Z Distribution	EUR	LU0968427673
	A Distribution	SGD Hedged	LU1262171884
A Distribution	USD Hedged	LU1046234339	
Schroder International Selection Fund – European Equity Yield	A Accumulation	EUR	LU0106236267
	A1 Accumulation	EUR	LU0133709153
	B Accumulation	EUR	LU0106236424
	C Accumulation	EUR	LU0106236770
	I Accumulation	EUR	LU0134337129
	Z Accumulation	EUR	LU0968427913
	A Distribution	EUR	LU0012050729
	A1 Distribution	EUR	LU0315084102

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	B Distribution	EUR	LU0062647861
	C Distribution	EUR	LU0062905319
	S Distribution	EUR	LU1098401067
	Z Distribution	EUR	LU0968428051
	A Distribution	GBP	LU0242609765
	A Distribution	RMB Hedged	LU1056829481
	A Distribution	USD Hedged	LU0981932782
	A Distribution	SGD Hedged	LU0981932865
	A1 Accumulation	USD Hedged	LU1031140806
	A1 Distribution	USD Hedged	LU1031140988
Schroder International Selection Fund – European Value	A Accumulation	EUR	LU0161305163
	A1 Accumulation	EUR	LU0161304786
	B Accumulation	EUR	LU0161305593
	C Accumulation	EUR	LU0161305759
	I Accumulation	EUR	LU0161305916
	Z Accumulation	EUR	LU0968427756
	A Distribution	EUR	LU0191612000
	C Distribution	EUR	LU0203349245
	Z Distribution	EUR	LU0968427830
	A Accumulation	USD	LU1046231152
	A Accumulation	SGD Hedged	LU1309081286
Schroder International Selection Fund – Global Dividend Maximiser	A Accumulation	USD	LU0306806265
	A1 Accumulation	USD	LU0308882272
	B Accumulation	USD	LU0306806778
	C Accumulation	USD	LU0306807156
	A Distribution	USD	LU0306807586

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	A1 Distribution	USD	LU0308882355
	AX Distribution	USD	LU1046231400
	B Distribution	USD	LU0325253937
	C Distribution	USD	LU0306809798
	CX Distribution	USD	LU1725191990
	I Distribution	USD	LU1578648401
	C Distribution	GBP	LU0339281494
	Z Distribution	GBP	LU0966866922
	J Distribution	JPY	LU0693708371
	A Accumulation	SGD	LU0321505439
	A Distribution	SGD	LU0321505868
	A Accumulation	EUR Hedged	LU0867894346
	A Distribution	EUR Hedged	LU0671501129
	A1 Distribution	EUR Hedged	LU0671501392
	B Distribution	EUR Hedged	LU0671501475
	C Accumulation	EUR Hedged	LU1725192295
	C Distribution	EUR Hedged	LU1725192451
	A1 Distribution	PLN Hedged	LU1056829648
	A Distribution	RMB Hedged	LU1103348774
	A Distribution	AUD Hedged	LU1046234412
Schroder International Selection Fund – Global Equity Yield	A Accumulation	USD	LU0225284248
	A1 Accumulation	USD	LU0225285054
	B Accumulation	USD	LU0225284834
	C Accumulation	USD	LU0225284917
	I Accumulation	USD	LU0225285211
	A Distribution	USD	LU0225771236

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	A1 Distribution	USD	LU0225771749
	C Distribution	USD	LU0225771319
	A Accumulation	EUR	LU0248166992
	A1 Accumulation	EUR	LU0248167966
	B Accumulation	EUR	LU0248167453
	C Accumulation	EUR	LU0248167701
	I Accumulation	EUR	LU0248168774
	Z Accumulation	EUR	LU0966867060
	A Distribution	GBP	LU0242610268
	A Distribution	HKD	LU0985481810
Schroder International Selection Fund – Global Recovery	A Accumulation	USD	LU0956908155
	B Accumulation	USD	LU0956908239
	C Accumulation	USD	LU0956908312
	C Distribution	USD	LU1046231582
	E Accumulation	USD	LU0956908403
	I Accumulation	USD	LU0956908585
	X Distribution	USD	LU1219615124
	C Accumulation	GBP	LU1108799971
	A Accumulation	GBP Hedged	LU0956908668
	C Accumulation	GBP Hedged	LU0956908742
	E Accumulation	GBP Hedged	LU0956908825
Schroder International Selection Fund – Asia Pacific Cities Real Estate	A Accumulation	USD	LU0269905997
	A1 Accumulation	USD	LU0269906532
	B Accumulation	USD	LU0269906029
	C Accumulation	USD	LU0269906375
	I Accumulation	USD	LU0269906615

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	C Accumulation	CHF	LU0820943420
	A Accumulation	EUR	LU0820943693
	C Accumulation	EUR	LU0820943776
	Z Accumulation	EUR	LU0966865288
Schroder International Selection Fund – Global Cities Real Estate	A Accumulation	USD	LU0224508324
	A1 Accumulation	USD	LU0224508837
	B Accumulation	USD	LU0224508597
	C Accumulation	USD	LU0224508670
	I Accumulation	USD	LU0224508910
	C Distribution	USD	LU0232938208
	X Distribution	USD	LU1406013653
	A Accumulation	EUR	LU0638090042
	A Distribution	EUR	LU0683716608
	Z Distribution	EUR	LU0968428721
	A Accumulation	EUR Hedged	LU0224509132
	A1 Accumulation	EUR Hedged	LU0224509645
	B Accumulation	EUR Hedged	LU0224509215
	C Accumulation	EUR Hedged	LU0224509561
	I Accumulation	EUR Hedged	LU0224509728
Z Accumulation	EUR Hedged	LU0968428648	
Schroder International Selection Fund – Global Climate Change Equity	A Accumulation	USD	LU0302445910
	A1 Accumulation	USD	LU0302446215
	B Accumulation	USD	LU0378800949
	C Accumulation	USD	LU0302446132
	C Distribution	USD	LU0302446488
	I Accumulation	USD	LU0302446306

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	Z Accumulation	USD	LU1725191644
	IZ Accumulation	GBP	LU1103348857
	Z Distribution	GBP	LU0966866500
	A Accumulation	EUR	LU0302446645
	B Accumulation	EUR	LU0302446991
	C Accumulation	EUR	LU0302447452
	Z Accumulation	EUR	LU0966866682
	A Accumulation	EUR Hedged	LU0306804302
	A1 Accumulation	EUR Hedged	LU0306805531
	B Accumulation	EUR Hedged	LU0306804641
	Z Accumulation	EUR Hedged	LU0966866765
	A Accumulation	SGD	LU0312595415
Schroder International Selection Fund – Global Equity	A Accumulation	USD	LU0215105999
	A1 Accumulation	USD	LU0219517496
	B Accumulation	USD	LU0215106377
	C Accumulation	USD	LU0215106450
	I Accumulation	USD	LU0215106534
	C Distribution	USD	LU0215107185
	S Distribution	USD	LU1041110765
	A Accumulation	AUD Hedged	LU0491681010
	A1 Accumulation	PLN Hedged	LU1280498277
Schroder International Selection Fund – Global Equity Alpha	A Accumulation	USD	LU0225283273
	A1 Accumulation	USD	LU0225283869
	B Accumulation	USD	LU0225283513
	C Accumulation	USD	LU0225283786
	I Accumulation	USD	LU0225284081



<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	IZ Accumulation	USD	LU0968428564
	C Distribution	USD	LU0231327700
	X Accumulation	USD	LU1031140715
	A Accumulation	CZK	LU1808920109
	A Accumulation	EUR	LU0248168428
	A1 Accumulation	EUR	LU0248167537
	B Accumulation	EUR	LU0248168261
	C Accumulation	EUR	LU0248167883
	I Accumulation	EUR	LU0248167297
	Z Accumulation	EUR	LU0968428481
	A Distribution	GBP	LU0242609849
	I Accumulation	GBP	LU0425491262
Schroder International Selection Fund – Global Sustainable Growth	A Accumulation	USD	LU0557290698
	C Accumulation	USD	LU0557290854
	S Distribution	GBP	LU1797949002
	A Accumulation	EUR Hedged	LU0557291076
	C Accumulation	EUR Hedged	LU0557291233
	A Distribution	EUR Hedged	LU0671501046
	Z Accumulation	EUR Hedged	LU0966866849
Schroder International Selection Fund – BRIC (Brazil, Russia, India, China)	A Accumulation	USD	LU0228659784
	A1 Accumulation	USD	LU0228659867
	B Accumulation	USD	LU0228659941
	C Accumulation	USD	LU0228660014
	I Accumulation	USD	LU0228660105
	S Accumulation	USD	LU1046232473
	C Accumulation	CHF	LU0820944402

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	A Accumulation	EUR	LU0232931963
	A1 Accumulation	EUR	LU0248178906
	B Accumulation	EUR	LU0232932698
	C Accumulation	EUR	LU0232933159
	A Distribution	EUR	LU0858243842
	A Distribution	GBP	LU0242619723
	A Accumulation	HKD	LU0828237510
Schroder International Selection Fund – Emerging Europe	A Accumulation	EUR	LU0106817157
	A1 Accumulation	EUR	LU0133716950
	B Accumulation	EUR	LU0106819104
	C Accumulation	EUR	LU0106820292
	I Accumulation	EUR	LU0134345577
	A Distribution	EUR	LU0106820458
	B Distribution	EUR	LU0106824104
	C Distribution	EUR	LU0106824443
	I Distribution	EUR	LU0557312179
	A Distribution	GBP	LU0242609179
	A1 Accumulation	USD	LU0251572144
	A Accumulation	NOK	LU0994294378
Schroder International Selection Fund – Emerging Markets	A Accumulation	USD	LU0106252389
	A1 Accumulation	USD	LU0133703974
	B Accumulation	USD	LU0106252462
	C Accumulation	USD	LU0106252546
	I Accumulation	USD	LU0134333649
	A Distribution	USD	LU0049853897
	C Distribution	USD	LU0062903967

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	X Accumulation	USD	LU0879621562
	S Accumulation	USD	LU1041110336
	S Distribution	USD	LU1041110419
	S Distribution	GBP	LU1041110682
	X1 Accumulation	GBP	LU1323609443
	C Accumulation	AUD	LU0272091736
	I Accumulation	AUD	LU0271485657
	A Accumulation	AUD Hedged	LU0491680715
	A Accumulation	EUR	LU0248176959
	A1 Accumulation	EUR	LU0248178229
	B Accumulation	EUR	LU0248177254
	C Accumulation	EUR	LU0248177411
	I Accumulation	EUR	LU0248178492
	A Accumulation	EUR Hedged	LU0947062542
	C Accumulation	EUR Hedged	LU1725189820
	I Accumulation	GBP	LU1388563303
	I Distribution	GBP	LU0774077662
	A Accumulation	SEK	LU0994293727
	A1 Accumulation	SEK	LU1023730655
	A Accumulation	CZK	LU1808919861
Schroder International Selection Fund – Frontier Markets Equity	A Accumulation	USD	LU0562313402
	A1 Accumulation	USD	LU0562314046
	A Distribution	USD	LU1046231319
	B Accumulation	USD	LU0562314475
	C Accumulation	USD	LU0562314715
	I Accumulation	USD	LU0562315100

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	C Accumulation	EUR	LU0968301142
	C Accumulation	GBP	LU0971766711
	A1 Accumulation	PLN Hedged	LU0903428604
	A Accumulation	SEK	LU0994293560
	A Accumulation	NOK	LU0994294535
Schroder International Selection Fund – Global Emerging Market Opportunities	A Accumulation	USD	LU0269904917
	A1 Accumulation	USD	LU0269905484
	B Accumulation	USD	LU0269905138
	C Accumulation	USD	LU0269905302
	D Accumulation	USD	LU0327381686
	I Accumulation	USD	LU0269905641
	A Distribution	USD	LU0509642566
	A Accumulation	EUR	LU0279459456
	A1 Accumulation	EUR	LU0279460116
	B Accumulation	EUR	LU0279459704
	C Accumulation	EUR	LU0279459969
	D Accumulation	EUR	LU0327381769
	A Accumulation	HKD	LU0828238088
	A Accumulation	SGD	LU0279460462
	A1 Accumulation	PLN Hedged	LU1280497972
Schroder International Selection Fund – Global Emerging Markets Smaller Companies	A Accumulation	USD	LU1098400762
	B Accumulation	USD	LU1098400846
	C Accumulation	USD	LU1098400929
	I Accumulation	USD	LU1012218142
	C Accumulation	EUR	LU1469676396
Schroder International Selection	A Accumulation	USD	LU0106259046

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
Fund – Latin American	A1 Accumulation	USD	LU0133713007
	B Accumulation	USD	LU0106259129
	C Accumulation	USD	LU0106259392
	I Accumulation	USD	LU0134341311
	A Distribution	USD	LU0086394185
	B Distribution	USD	LU0086394771
	C Distribution	USD	LU0086395158
	A Accumulation	EUR	LU0248181363
	A1 Accumulation	EUR	LU0248184383
	B Accumulation	EUR	LU0248183815
	C Accumulation	EUR	LU0248184110
	A Distribution	GBP	LU0242619483
	A Accumulation	SGD	LU0256859116
Schroder International Selection Fund – Middle East	A Accumulation	USD	LU0314587907
	A Distribution	USD	LU1046231749
	A1 Accumulation	USD	LU0314589945
	B Accumulation	USD	LU0314588467
	C Accumulation	USD	LU0314589358
	I Accumulation	USD	LU0314591099
	J Accumulation	JPY	LU0316458917
	A Accumulation	EUR	LU0316459139
	B Accumulation	EUR	LU0316459568
	C Accumulation	EUR	LU0316465888
	A1 Accumulation	EUR	LU0316467660
A Accumulation	SGD	LU0339279753	
Schroder International Selection	A Accumulation	USD	LU1201919427

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
Fund – QEP Global Absolute	A1 Accumulation	USD	LU1496799286
	C Accumulation	USD	LU1201919690
	I Accumulation	USD	LU1201919773
	A Accumulation	EUR Hedged	LU1201919856
	B Accumulation	EUR Hedged	LU1476611428
	C Accumulation	EUR Hedged	LU1201919930
	I Accumulation	EUR Hedged	LU1201920193
	A Distribution	EUR Hedged	LU1528092478
	C Accumulation	CHF Hedged	LU1564900592
	C Accumulation	GBP Hedged	LU1201920276
	I Accumulation	GBP Hedged	LU1201920359
	I Distribution	GBP Hedged	LU1201920433
Schroder International Selection Fund – QEP Global Active Value	A Accumulation	USD	LU0203345920
	A1 Accumulation	USD	LU0203346738
	B Accumulation	USD	LU0203346142
	C Accumulation	USD	LU0203346498
	I Accumulation	USD	LU0203347116
	A Distribution	USD	LU0203347892
	B Distribution	USD	LU0374902707
	C Distribution	USD	LU0203348270
	S Accumulation	USD	LU1034079159
	S Distribution	USD	LU1034079233
	A Accumulation	EUR	LU0248176017
	A1 Accumulation	EUR	LU0248173188
	B Accumulation	EUR	LU0248174236
	C Accumulation	EUR	LU0248173931

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	I Accumulation	EUR	LU0248172883
	Z Accumulation	EUR	LU0969111573
	A Accumulation	EUR Hedged	LU0305899550
	B Accumulation	EUR Hedged	LU0305900820
	C Accumulation	EUR Hedged	LU0305901398
	I Accumulation	EUR Hedged	LU0292323184
Schroder International Selection Fund – QEP Global Blend	A Accumulation	USD	LU0740768402
	C Accumulation	USD	LU0740768584
	I Accumulation	USD	LU0740768667
	S Accumulation	USD	LU1034079316
	S Distribution	USD	LU1034079407
	A Accumulation	EUR	LU0740768824
	C Accumulation	EUR	LU0740769046
	I Accumulation	EUR	LU0740769129
	I Accumulation	GBP	LU0740769392
	I Distribution	GBP	LU0752378637
	S Distribution	GBP	LU1034079589
Schroder International Selection Fund – QEP Global Core	C Accumulation	USD	LU0106255481
	I Accumulation	USD	LU0134338523
	IA Distribution	USD	LU1623432892
	C Distribution	USD	LU0062905749
	I Distribution	USD	LU0996011911
	X Distribution	USD	LU1236687155
	X1 Distribution	USD	LU1423899597
	I Accumulation	CHF	LU1023730739
	I Accumulation	CAD	LU1732802548

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	C Accumulation	AUD Hedged	LU1651856764
Schroder International Selection Fund – QEP Global Emerging Markets	A Accumulation	USD	LU0747139391
	A1 Accumulation	USD	LU0757956452
	C Accumulation	USD	LU0747139474
	I Accumulation	USD	LU0747139631
	I Distribution	USD	LU1262172262
	A Accumulation	EUR	LU0747140563
	C Accumulation	EUR	LU0747140647
	I Accumulation	EUR	LU0747140720
	I Distribution	EUR	LU1078768121
	IZ Distribution	EUR	LU1219616528
	A Accumulation	GBP	LU0757966410
	C Accumulation	GBP	LU0757974943
	I Accumulation	GBP	LU0747141454
	Z Accumulation	GBP	LU0969111813
	Z Distribution	GBP	LU0969111904
Schroder International Selection Fund – QEP Global ESG	A Accumulation	USD	LU1528092551
	C Accumulation	USD	LU1528092635
	I Accumulation	USD	LU1274618641
	IZ Accumulation	USD	LU1274619029
	A Accumulation	EUR	LU1528092718
	C Accumulation	EUR	LU1528092809
	I Accumulation	EUR	LU1274618724
	IZ Accumulation	EUR	LU1274619292
	I Accumulation	GBP	LU1274618997
	IZ Accumulation	GBP	LU1274619375



<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	S Distribution	GBP	LU1436220617
Schroder International Selection Fund – QEP Global Quality	A Accumulation	USD	LU0323591593
	A1 Accumulation	USD	LU0323591759
	B Accumulation	USD	LU0323591676
	C Accumulation	USD	LU0319795521
	I Accumulation	USD	LU0319797063
	C Distribution	USD	LU0321506080
	S Accumulation	USD	LU1034079662
	S Distribution	USD	LU1034079746
	A Accumulation	EUR	LU0323591833
	B Accumulation	EUR	LU0323591916
	C Accumulation	EUR	LU0323592138
	A1 Accumulation	EUR	LU0323592211
	I Accumulation	EUR	LU0323592484
	S Accumulation	EUR	LU1034079829
	S Distribution	GBP	LU1034080082
	I Distribution	GBP	LU0512745398
	A Accumulation	NOK	LU0994294964
	C Accumulation	NOK	LU1436220708
	C Accumulation	SEK Hedged	LU1436220880
Schroder International Selection Fund – QEP Global Value Plus	A Accumulation	USD	LU1019481297
	A Distribution	USD	LU1019481370
	C Accumulation	USD	LU1019481453
	I Accumulation	USD	LU1019481537
	A Accumulation	EUR	LU1019481610
	C Accumulation	EUR	LU1019481701

<b>Fund</b>	<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
	I Accumulation	EUR	LU1019481883
	IZ Distribution	EUR	LU1807191991
	C Accumulation	GBP	LU1019481966
	I Accumulation	GBP	LU1019482006
	C Distribution	GBP	LU1019482188
	I Accumulation	AUD	LU1019482261