

IMPORTANT: This letter requires your attention. If you have any questions about the content of this letter, you should seek independent professional advice. Schroder Investment Management (Hong Kong) Limited ("the Manager") accepts full responsibility for the accuracy of the information contained in this document and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement misleading.

Unless otherwise stated herein, capitalised terms in this letter shall have the same meaning(s) as defined in the Explanatory Memorandum of the Schroder China Equity Alpha Fund dated February 2017, as amended and supplemented from time to time (the "**Explanatory Memorandum**").

29 September 2017

Dear Unitholders

SCHRODER UMBRELLA FUND II - SCHRODER CHINA EQUITY ALPHA FUND (the "Fund")

We are writing to inform you of the following changes to the Fund with effect from 1 November 2017 (the "Effective Date"):

(A) Reduction of management fee for Class A Units

With effect from the Effective Date, the management fee for Class A Units will be reduced from 2.00% per annum to 1.50% per annum of the net asset value of Class A Units.

(B) Change of settlement cycle

With Effect from the Effective Date, the settlement cycle for the subscription and redemption of Units will be changed.

The normal period for settling the amount due on subscription application will be changed from no later than five (5) Business Days after the relevant Dealing Day to no later than three (3) Business Days after the relevant Dealing Day. The normal period for remitting redemption monies in the currency of the redeeming Units by telegraphic transfer will be changed from within five (5) Business Days after the relevant Dealing Day to within three (3) Business Days after the relevant Dealing Day.

(C) Amendments to the Explanatory Memorandum

The Explanatory Memorandum will be revised to reflect the above changes.

Upon the Effective Date, the revised Explanatory Memorandum and Product Key Facts Statement will be available upon request from the office of the Manager at Level 33, Two Pacific Place, 88 Queensway, Hong Kong and will also be available on Schroders' website at www.schroders.com.hk. The website has not been reviewed by the SFC.

This notification is to provide you with updated information in relation to the Fund. You are not required to take any action with respect to this letter. If you would like more information, please contact your usual professional advisor or Schroders Investor Hotline on (+852) 2869 6968.

Yours faithfully,

For and on behalf of

Schroder Investment Management (Hong Kong) Limited



Chris Durack
Chief Executive Officer, Hong Kong