

9 March 2018

Name  
Address1  
Address2  
Address3  
Address4  
Postcode

Dear

**Account number:**

**Designation:**

### **Proposed fund change: Schroder European Opportunities Fund**

I am writing to inform you of changes to the Schroder European Opportunities Fund, a sub-fund of Schroder Investment Fund Company, in which you are invested.

With effect from 14 May 2018 (the effective date), the Fund will be managed by a different portfolio manager from our European investment team. As a result of this, on the effective date the Fund will be renamed Schroder European Recovery Fund and its investment policy will be amended. Please note that the Fund's investment objective, universe and risk profile will be unchanged. The Fund will continue to hold a similar number of companies but there will be some changes to the Fund's portfolio of holdings.

The Fund currently adopts a "business cycle" approach to investing, where the investment manager seeks to identify turning points in the business cycle and then focuses on the types of companies that will benefit from such events. From the effective date, the Fund will adopt a "recovery" investment style which focuses on companies that the investment manager believes are undervalued relative to their long-term earnings potential.

The process of rebalancing the portfolio will be carried out over time but we anticipate that on or around the effective date, the new portfolio manager will aim to realign at least 30% of the portfolio. We estimate the execution costs of rebalancing to be between 0.02% and 0.06% (two and six basis points) depending on the trading method used. The Fund will bear these trading costs in the usual way. The costs of mailing shareholders and revising product documentation will be met by Schroder Unit Trusts Limited.

Please also note that following a change in policy, the Fund's performance will no longer be measured against the reference benchmark (FTSE World Series Europe ex UK) in the Key Investor Information Document.

The Fund's current and revised investment objective and policy are set out in the Appendix below.

We are providing you with 60 days' notice of the change. This change does not require shareholder approval and you are not required to take any action. You are entitled to switch your shares in the Fund for shares or units in another Schroder fund, free of any initial charge, at any time before the change is effected.

Registered Office at 31 Gresham Street, London, EC2V 7QA. Registered Number 4191730 England.

Schroder Unit Trusts Limited is an authorised corporate director, authorised unit trust manager and an ISA plan manager, and is authorised and regulated by the Financial Conduct Authority.

For your security, communications may be taped and monitored.

Please note, however, that a switch of shares to another Schroder fund will be treated as a disposal for capital gains tax purposes. Details of our range of unit trusts are set out in the prospectuses which are available online at [www.schroders.com/ukinvestor](http://www.schroders.com/ukinvestor) or you can obtain a hard copy by telephoning 0800 718 777.

If you have any questions or concerns about the proposal, please contact your financial adviser. If you do not have a financial adviser you can find one in your area by visiting [www.unbiased.co.uk](http://www.unbiased.co.uk) or call a member of our Investor Services Team on 0800 718 777. Please be aware that Schroders does not offer investment advice.

Yours faithfully

A handwritten signature in black ink, appearing to read 'James Rainbow', is displayed on a light grey, textured rectangular background.

**James Rainbow**  
**Director**  
**Schroder Unit Trusts Limited**

**Appendix: Comparison of the Fund Investment Objective and Policy**

<b>Current Objective and Policy</b>	<b>New Objective and Policy</b>
<p><b>Investment Objective</b></p> <p>The Fund aims to provide capital growth by investing in equity and equity related securities of European companies, excluding the UK.</p> <p><b>Investment Policy</b></p> <p>The Fund invests at least 80% of its assets in equity and equity related securities of European companies, excluding the UK.</p> <p>The Fund aims to take advantage of investment opportunities in varying market conditions. The Fund follows an investment approach based around the business cycle, where the Investment Manager attempts to identify turning points in the cycle and then focuses on the types of companies that will benefit from this.</p> <p>The Fund may also invest in other equity and equity related securities including UK companies, collective investment schemes, warrants and money market instruments, and hold cash.</p> <p>The Fund may use derivatives with the aim reducing risk or managing the Fund more efficiently (for more information please refer to Appendix III. Section 10: Derivatives and Forwards of the Prospectus).</p>	<p><b>Investment Objective</b></p> <p>The Fund aims to provide capital growth by investing in equity and equity related securities of European companies, excluding the UK.</p> <p><b>Investment Policy</b></p> <p>The Fund invests at least 80% of its assets in equity and equity related securities of European companies, excluding the UK. As the Fund is index-unconstrained it is managed without reference to an index.</p> <p>The Fund applies a disciplined value investment approach, seeking to invest in a select portfolio of companies that the Investment Manager believes are significantly undervalued relative to their long-term earnings potential.</p> <p>The Fund may also invest in other equity and equity related securities including UK companies, collective investment schemes, warrants, and money market instruments, and hold cash.</p> <p>The Fund may also use derivatives with the aim of reducing risk or managing the Fund more efficiently (for more information please refer to Appendix III. Section 10: Derivatives and Forwards of the Prospectus).</p>