

3 April 2024

Dear Shareholder,

Schroder International Selection Fund (the "Company") – Global Diversified Growth (the "Fund")

We are writing to inform you that on 8 May 2024 (the "Effective Date") the Fund's risk management method will change to the absolute Value-at-Risk (VaR) approach from the current commitment approach.

Background and rationale

Over time, the investment manager has come to the view that the current commitment approach is preventing the Fund from employing the full range of strategies allowable under its current Investment Policy. This is because recent market conditions, specifically high bond yields, mean that trades in government bonds are increasing commitment-based exposure and the investment team is unable to allocate trades in the desired size without breaching commitment limits.

Under the commitment approach, derivatives positions are converted into equivalent positions in the underlying asset, using market price or future price/notional value when more conservative. However under the absolute VaR approach a limit is set as a percentage of the Net Asset Value of the Fund. The absolute VaR limit of a Fund has to be set at or below 20% of its Net Asset Value.

The absolute VaR approach is appropriate for the Fund under ESMA guidelines and allows the investment team to execute certain strategies, subject to the Investment Objective and Policy and UCITS rules.

Full details of the changes being made can be seen in Appendix 1 to this letter.

The extent of the change to the risk/reward profile of the Fund as a result of this change is non-significant.

Redeeming or switching your shares to another Schroders fund

We hope that you will choose to remain invested in the Fund following these changes, 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 Effective Date you may do so at any time up to and including deal cut-off on 7 May 2024. 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 given above.

You can find the Fund's updated key information document (the KID) for the relevant share class and the Company's Prospectus at www.schroders.com.

If you have any questions or would like more information about Schroders' products please visit 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,

The Board of Directors

Appendix

From the Effective Date the following section will be added to the Fund's details in the Company's prospectus:

Risk Management Method

Absolute Value-at-Risk (VaR)

Expected Leverage

225% of the total net assets

The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten.

This Fund is not a leveraged financial instrument

The Fund utilises financial derivative instruments for investment purposes and the global exposure is monitored under the absolute VaR approach in line with UCITS Risk Measurement Rules. Whilst these instruments generate leverage, the Fund itself is not a leveraged financial instrument as further described in the MIFID Directive. For further details on the absolute VaR approach please see Appendix 1. In addition to this regulatory restriction, Schroders implements internal controls on global exposure to constrain and/or highlight global exposure as appropriate.

ISIN codes of the share classes impacted by this change:

Share class	Share class currency	ISIN code
A Distribution	EUR	LU0776411224
A Accumulation	EUR	LU0776410689
B Accumulation	EUR	LU0776410846
C Accumulation	EUR	LU0776410929
A1 Accumulation	EUR	LU0776410762
I Accumulation	EUR	LU0776411141
A1 Distribution	EUR	LU0776411570
IZ Accumulation	EUR	LU0776411067
X Accumulation	EUR	LU2068943344
IA Accumulation	EUR	LU1623362743
IC Accumulation	EUR	LU1623368864
IB Accumulation	EUR	LU1667007287

Share class	Share class currency	ISIN code
A1 Accumulation	PLN Hedged	LU0776412388
A Accumulation	CHF Hedged	LU0776411653
C Accumulation	CHF Hedged	LU0776411737
A Distribution	GBP Hedged	LU0776411810
C Accumulation	GBP Hedged	LU0776412115
I Accumulation	GBP Hedged	LU0776412206
X Accumulation	GBP Hedged	LU1136196356
IA Accumulation	GBP Hedged	LU1631468516
A Accumulation	USD Hedged	LU0776412461
C Accumulation	USD Hedged	LU0776412628
A1 Accumulation	USD Hedged	LU0776412545
I Accumulation	USD Hedged	LU0968301654
D Accumulation	USD Hedged	LU0776412974