

**IMPORTANT: This letter is important and requires your immediate attention. If you have any questions about the content of this letter, you should seek independent professional advice. Schroder Investment Management (Europe) S.A., as the Management Company to Schroder International Selection Fund, accepts full responsibility for the accuracy of the information contained in this letter 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.**

**18 May 2021**

Dear Shareholder,

## **Schroder International Selection Fund – QEP Global Active Value (the “Fund”)**

We are writing to advise you on certain changes to the investment policy of the Fund.

We have updated the Fund's investment policy to clarify the Fund's investment in China-B Shares and China-H Shares and to increase the relevant Fund's investment limit so that investments of the Fund in China A-Shares may be less than 10% (previously 5%) of its assets (on a net basis) through Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect (collectively, “Stock Connect”).

Additionally, the Fund no longer seeks indirect exposure to China A-Shares through investment in financial instruments such as China market access products. Indirect exposure to China A-Shares may be sought through other funds with China access through Qualified Foreign Investor status.

The Hong Kong offering documents will also be revised to reflect the following:

The Fund does not currently intend to invest (i) 10% or more of its net asset value in China A-Shares via Stock Connect and (ii) 30% or more of its net asset value directly and indirectly in China A-Shares and China B-Shares.

The investment policy of the Fund currently includes the ability to invest in derivatives with the aim of achieving investment gains. The Fund's investment managers no longer require this ability, and so we have decided to remove this wording with effect from 21 June 2021. The Fund will retain the ability to invest in derivatives for the purpose of reducing risk or managing the Fund more efficiently.

All other key features of the Fund and its risk profile will remain the same.

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 authorized by the Securities and Futures Commission (“SFC”)<sup>1</sup> before the relevant changes in relation to the use of derivatives

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<sup>1</sup> SFC authorization is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

become effective you may do so at any time up to and including deal cut-off at 5:00 p.m. Hong Kong time on **21 June 2021**. Please ensure that your redemption or switch instruction reaches the Hong Kong Representative of the Company, Schroder Investment Management (Hong Kong) Limited (the "Representative") before this deadline. We 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 the Representative in Hong Kong before the deal cut-off at 5:00 p.m. Hong Kong time on **21 June 2021**.

Any expenses incurred directly as a result of making this change will be borne by Schroder Investment Management (Europe) S.A., the Company's management company.

If you have any questions or would like more information, please contact your usual professional advisor or the Representative at Level 33, Two Pacific Place, 88 Queensway, Hong Kong or calling the Schroders Investor Hotline on (+852) 2869 6968.

Yours faithfully,



**Cecilia Vernerson**  
Authorised Signatory



**Nirosha Jayawardana**  
Authorised Signatory