

21 December 2018

Dear Shareholder,

Schroder International Selection Fund – European Alpha Absolute Return

The board of directors of Schroder International Selection Fund (the "Company") has decided to adapt the expected level of leverage of Schroder International Selection Fund – European Alpha Absolute Return (the "Fund") with effect from 31 January 2019 (the "Effective Date").

The Fund's expected level of leverage disclosed in the Company's prospectus will increase from 150% of the total net assets to 300% of the total net assets. This increased number more accurately reflects how the leverage is measured and takes into account certain financial derivative instruments (specifically FX forwards).

The Fund's expected level of leverage, which is reflected in the Company's prospectus, is being changed from:

"Expected Leverage

150% of the total net assets"

To:

"Expected Leverage

300% of the total net assets"

All other key features of the Fund will remain the same. There will be no change to the way the Fund is managed, or to its investment style, investment philosophy or risk profile following this change. The ISIN codes of the share classes affected by this change are listed in the appendix of this letter.

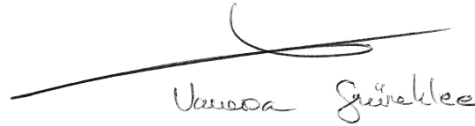
We hope that you will choose to remain invested in the Fund following these changes, but if you do wish to redeem your holding in the Fund or to switch into another of the Company's sub-funds before the Effective Date you may do so at any time up to and including deal cut-off on 30 January 2019. Schroder Investment Management (Europe) S.A. 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 Schroders in Luxembourg before the deal cut-off on 30 January 2019.

If you have any questions or would like more information about Schrodgers' products please contact your local Schrodgers office, your usual professional adviser, or Schroder Investment Management (Europe) S.A. on (+352) 341 342 212.

Yours faithfully,



Chris Burkhardt
Authorised Signatory



Vanessa Grueneklee
Authorised Signatory

Appendix

ISIN codes of share classes affected by the change

Share class	Share class currency	ISIN code
A Accumulation	EUR	LU1046234768
B Accumulation	EUR	LU1046234842
C Accumulation	EUR	LU0995125985
E Accumulation	EUR	LU1056829218
I Accumulation	EUR	LU1388563725
C Distribution SV	EUR	LU1651856921
C Accumulation	CHF Hedged	LU1640503279
C Accumulation	GBP Hedged	LU0995126108
R Accumulation	GBP Hedged	LU0995126280
A Accumulation	USD Hedged	LU1065104314
A1 Accumulation	USD Hedged	LU1067354842
B Accumulation	USD Hedged	LU1067351400
C Accumulation	USD Hedged	LU0995126363
R Accumulation	USD Hedged	LU0995126447
C Distribution SV	USD Hedged	LU1651856848