

Schroder International Selection Fund
Société d'Investissement à Capital Variable
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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.

8 April 2020

Dear Shareholder,

Liquidation of Schroder International Selection Fund – Global Credit Duration Hedged

We are writing to advise you that the board of directors (the "Board") of Schroder International Selection Fund (the "Company") has decided to liquidate the sub-fund Schroder International Selection Fund – Global Credit Duration Hedged (the "Fund"), in which you are currently invested.

The Board has decided to liquidate the Fund as it has failed to attract investor interest in recent years and given the current environment, we believe it is unlikely to attract new investors in the future. Following a large outflow of approximately USD 25 million during July 2019, the Fund had approximately USD 13 million under management on 1 March 2020. Therefore, in the best interest of the shareholders and in accordance with Article 5 of the articles of incorporation of the Company and the provisions of the Company's prospectus (the "Prospectus"), the Fund will be liquidated.

The Fund is no longer allowed to be marketed to the public in Hong Kong, and subscriptions and switches from new investors into the Fund will not be accepted on and from the date of this notice.

Details of the share classes affected by the liquidation are listed at the end of this letter.

Effective date

The Fund will be liquidated on 26 May 2020 (the "Effective Date").

Redeeming your shares or switching to another Schroders fund prior to liquidation

If you would like to redeem your shares or switch to another Schroders fund authorized by the Securities and Futures Commission¹ prior to the Effective Date you may do so at the respective dealing dates up to and including deal cut-off at 5:00 p.m. Hong Kong time on 19 May 2020. Please ensure that your redemption or switch instruction reaches the Hong Kong Representative of the Company, Schroder Investment

¹ 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.

Management (Hong Kong) Limited (the "Representative") in Hong Kong before this deadline. We will execute your instructions free of charge in accordance with the provisions of the Prospectus. Please note that some distributors, paying agents, correspondent banks or similar agents might charge you transaction fees. Please also note that they might have a local deal cut-off time which is earlier than that described above, and we recommend that you check with them to ensure that your instructions reach the Representative in Hong Kong before the deal cut-off given above.

The Fund has been closed for subscriptions from new investors. To allow sufficient time for changes to be made to regular savings plans and similar facilities, subscriptions or switches into the Fund will be accepted from existing investors until 14 May 2020 (deal cut-off at 5:00 p.m. Hong Kong time on 14 May 2020).

Costs

The set-up costs of the Fund have been fully amortised. Schroder Investment Management (Europe) S.A. will bear the cost of the expenses incurred in the liquidation, including legal and regulatory charges but not the trading-related transaction costs associated with the disposal of the Fund's investments.

Tax status

This liquidation, or your redemption of shares prior to the liquidation, might affect the tax status of your investment. We therefore recommend you to seek independent professional advice in these matters. Generally, shareholders should not be liable to Hong Kong profits tax on gains realized on the disposal of shares, except where the acquisition and disposal of shares are or form part of a trade, profession or business carried on by the shareholders in Hong Kong and the gains are revenue in nature for Hong Kong profits tax purposes. The classification of a gain as revenue or capital will depend on the particular circumstances of the shareholders. Shareholders should take advice from their own professional advisors as to their particular tax position.

Your shares at liquidation

Any holding that you retain in the Fund on the Effective Date will be redeemed at the net asset value per share applicable on that date and the proceeds will be sent to you in accordance with the payment instructions which we hold on file for your account. These redemption payments will settle on 1 June 2020. The redemption will be made in accordance with the provisions of the Prospectus, free of any redemption charges which might otherwise have been applicable. Any liquidation or redemption proceeds which could not be distributed to shareholders after the close of the liquidation will be deposited on their behalf with the Caisse de Consignation in Luxembourg, from where you can claim them at any time within 30 years, after which they will become the property of the state.

If we find that your payment instructions are invalid we will contact you for new instructions.

The Prospectus, the Company's Articles of Incorporation and other material contracts and documents are available for inspection at the Representative's registered office, located at Level 33, Two Pacific Place, 88 Queensway, Hong Kong during normal business hours.

We hope that you choose to remain invested with Schroders after the Fund is liquidated. If you would like more information about other funds available in the Schroder International Selection Fund range in Hong Kong, or have any questions about the liquidation, please contact your local Schroders office, your usual professional adviser or Schroders' Investor Hotline on (+852) 2869 6968.

Yours faithfully,

A handwritten signature in blue ink, appearing to read 'Chris Burkhardt', with a stylized flourish at the end.

Chris Burkhardt
Authorised Signatory

A handwritten signature in black ink, appearing to read 'Nirosha Jayawardana', with a long horizontal flourish extending to the right.

Nirosha Jayawardana
Authorised Signatory

Appendix

Share classes being liquidated

Share class	Total Expense Ratio ("TER")*
Class A EUR Acc	1.07%
Class A EUR Dis QF	1.07%
Class A USD Hedged Acc	1.11%
Class A USD Hedged Dis AV	1.11%
Class A1 EUR Acc	1.52%
Class A1 EUR Dis QF	1.52%
Class A1 USD Hedged Acc	1.55%

*The TER is calculated as the ratio of annualised total expenses (including, but not limited to, management fees, custodian and administration fees and other operating expenses) to average net assets for the interim period ended 30 June 2019.