

**18 August 2023**

Dear Shareholder,

## **Schroder International Selection Fund (the “Company”) – Swiss Equity (the “Fund”)**

We are writing to advise you that with effect from 21 September 2023 (the “Effective Date”) the Fund’s investment policies will be updated. Their binding environmental and/or social characteristic(s), within the meaning of Article 8 of the Sustainable Finance Disclosure Regulation (SFDR), will change from maintaining a higher overall sustainability score than a benchmark to maintaining a positive absolute (above zero) sustainability score.

### **Background and rationale**

The Fund’s sustainability scores are calculated against the relevant benchmarks using Schroders’ proprietary tool. However, changes to this tool affecting healthcare exposed companies and consequently the benchmarks’ sustainability scores would require a change to the Funds’ investment strategies in order to continue to maintain a higher overall sustainability score than the benchmark. We do not believe that changing the existing investment strategies is in the best interests of shareholders.

Full details of changes to the Fund’s investment policies is included as an appendix to this letter. The changes will also be reflected in the Pre-contractual Disclosures of the Fund, as provided in Appendix IV of the prospectus, in accordance with SFDR and Commission Delegated Regulation (EU) 2022/1288.

There are no other changes to the Fund’s investment style, investment philosophy, investment strategy, and the operation and/or manner in which the Fund is being managed following these changes.

The extent of the change to the risk/reward profiles of the Fund as a result of these changes is non-significant.

All other key features of the Fund, including the relevant risk indicators and fees, will remain the same.

### **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 20 September 2023. Please ensure that your redemption or switch instruction reaches the Singapore Representative, Schroder Investment Management (Singapore) Ltd 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 us before the deal cut-off given above.

You can find the Fund’s updated Product Highlight Sheet (PHS) for the relevant share class and the Company’s Prospectus at [www.schroders.com.sg](http://www.schroders.com.sg)

If you have any questions or would like more information about Schroders' products please visit [www.schroders.com](http://www.schroders.com) or contact your local Schroders office, your usual professional adviser, or Schroders' Investor Hotline at +65 6534 4288.

Yours faithfully,

**Schroder Investment Management (Singapore) Ltd**

This is a computer-generated letter and requires no signature.

## Appendix

### Investment policy changes

New wording is shown in bold. Removed wording is shown as strikethrough text.

#### Schroder ISF Swiss Equity

Current investment policy	New investment policy
<p>The Fund is actively managed and invests at least two-thirds of its assets in a concentrated range of equity and equity related securities of Swiss companies. This means typically holding fewer than 50 companies.</p> <p>The Fund may also invest up to one-third of its assets directly or indirectly in other securities (including other asset classes), countries, regions, industries or currencies, Investment Funds, warrants and Money Market Investments, and hold cash (subject to the restrictions provided in Appendix I).</p> <p>The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently.</p> <p>The Fund maintains a higher overall sustainability score than the Swiss Leaders Index, based on the Investment Manager's rating criteria. More details on the investment process used to achieve this can be found in the Fund Characteristics section.</p> <p>The Fund does not directly invest in certain activities, industries or groups of issuers above the limits listed under "Sustainability-Related Disclosure" on the Fund's webpage, accessed via <a href="https://www.schroders.com/en/lu/private-investor/gfc">https://www.schroders.com/en/lu/private-investor/gfc</a></p>	<p>The Fund is actively managed and invests at least two-thirds of its assets in a concentrated range of equity and equity related securities of Swiss companies. This means typically holding fewer than 50 companies.</p> <p>The Fund may also invest up to one-third of its assets directly or indirectly in other securities (including other asset classes), countries, regions, industries or currencies, Investment Funds, warrants and Money Market Investments, and hold cash (subject to the restrictions provided in Appendix I).</p> <p>The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently.</p> <p><del>The Fund maintains a higher overall sustainability score than the Swiss Leaders Index, based on the Investment Manager's rating criteria.</del> <b>The Fund maintains a positive absolute sustainability score, based on the Investment Manager's rating system.</b> More details on the investment process used to achieve this can be found in the Fund Characteristics section.</p> <p>The Fund does not directly invest in certain activities, industries or groups of issuers above the limits listed under "Sustainability-Related Disclosure" on the Fund's webpage, accessed via <a href="https://www.schroders.com/en/lu/private-investor/gfc">https://www.schroders.com/en/lu/private-investor/gfc</a></p>

ISIN codes of the share classes impacted by this change:

**Schroder ISF Swiss Equity**

<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
A Accumulation	CHF	LU0106244287
A Distribution	CHF	LU0063575806
C Accumulation	CHF	LU0106244444
C Distribution	CHF	LU0063576010