

**21 December 2018**

Dear Shareholder,

## **Schroder International Selection Fund – Global Emerging Markets Smaller Companies**

The board of directors of Schroder International Selection Fund (the "Company") has decided to clarify the investment policy of Schroder International Selection Fund – Global Emerging Markets Smaller Companies (the "Fund").

The Fund's investment policy has been clarified to reflect that the Fund may invest directly in China B-Shares and China H-Shares and up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect.

The Fund's investment policy, which is contained in the Company's prospectus, is being clarified from:

### **"Investment Policy**

The Fund invests at least two-thirds of its assets in equity and equity related securities of small-sized companies of global emerging market countries, including companies outside these countries which have a substantial business exposure to global emerging markets. Small-sized companies are companies which, at the time of purchase, are considered to be in the bottom 30% by market capitalisation of the global emerging market companies.

The Fund typically holds 60-120 companies.

The Fund is managed with reference to material environmental, social and governance factors. This means issues such as climate change, environmental performance, labour standards or board composition that could impact a company's value may be considered in the assessment of companies.

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently. The Fund may invest in money market instruments and hold cash."

To:

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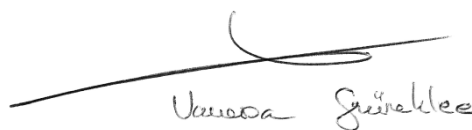
All other key features of the Fund and its risk profile will remain the same. There will be no change in the Fund's investment style or investment philosophy following this change. The ISIN codes of the share classes affected by this change are listed in the appendix of this letter.

If you have any questions or would like more information about Schroders' products please contact your local Schroders 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 clarification

| <b>Share class</b> | <b>Share class currency</b> | <b>ISIN code</b> |
|--------------------|-----------------------------|------------------|
| A Accumulation     | USD                         | LU1098400762     |
| B Accumulation     | USD                         | LU1098400846     |
| C Accumulation     | USD                         | LU1098400929     |
| I Accumulation     | USD                         | LU1012218142     |
| C Accumulation     | EUR                         | LU1469676396     |