

3 April 2024

Dear Shareholder,

Schroder International Selection Fund (the "Company") – Sustainable Multi-Asset Income (the "Fund")

We are writing to inform you that on 8 May 2024 (the "Effective Date") the Fund's income target of 3-5% per annum will be removed and the investment objective will change, as further detailed hereafter.

Background and rationale

For over a decade, market conditions enabled explicit income ranges to be featured in the Funds' objective to indicate what an investor could expect as a distribution. However, with the winding down of government quantitative easing, yields have risen sharply and interest rate volatility is unlikely to remain as static going forwards. As a result, the level of income the Fund is able to generate could change significantly and move outside of the target range.

In order to prevent the Fund's actual dividend payments from falling outside of the target range, the income target of 3-5% per annum will be removed from the investment objective from the Effective Date. The Fund will continue to aim to deliver income in addition to capital growth.

In addition, the existing comparator benchmark, which is used for volatility and sustainability purposes will also be used as a performance comparator from the Effective Date.

Full details of the changes being made can be seen in Appendix 1 to this letter.

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 7 May 2024. Please ensure that your redemption or switch instruction reaches HSBC Continental Europe, Luxembourg ("HSBC") before this deadline. HSBC 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 HSBC before the deal cut-off given above.

You can find the Fund's updated key information document (the KID) for the relevant share class and the Company's Prospectus at www.schroders.com.

If you have any questions or would like more information about Schroders' products please visit www.schroders.com or contact your local Schroders office, your usual professional adviser, or Schroder Investment Management (Europe) S.A. on (+352) 341 342 202.

Yours faithfully,

The Board of Directors

Appendix

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

Current investment objective	New investment objective
<p>The Fund aims to provide an income of 3-5% per year by investing in a diversified range of assets and markets worldwide which meet the Investment Manager’s sustainability criteria. This is not guaranteed and could change depending on market conditions.</p>	<p>The Fund aims to provide an income of 3-5% per year and capital growth by investing in a diversified range of assets and markets worldwide which meet the Investment Manager’s sustainability criteria. This is not guaranteed and could change depending on market conditions.</p>
Current benchmark wording	New benchmark wording
<p>The Fund’s performance should be assessed against the income target of 3-5% per year and the volatility compared against 30% MSCI AC World index (hedged to EUR), 40% Barclays Global Aggregate Corporate Bond index (hedged to EUR) and 30% Barclays Global High Yield excl CMBS & EMG 2% index (hedged to EUR). The comparator benchmark is only included for performance comparison purposes and does not determine how the Investment Manager invests the Fund’s assets. The Fund’s investment universe is expected to overlap to a limited extent with the components of the comparator benchmark. The Investment Manager invests on a discretionary basis and there are no restrictions on the extent to which the Fund’s portfolio and performance may deviate from the comparator benchmark. The Investment Manager will invest in companies or sectors not included in the comparator benchmark. The benchmark(s) does/do not take into account the environmental and social characteristics or sustainable objective (as relevant) of the Fund.</p> <p>The income target has been selected because the Investment Manager deploys strategies that aim to deliver the level of income stated in the investment objective. The comparator benchmark has been selected because the Investment Manager believes that the benchmark is a suitable comparison for performance purposes given the Fund’s investment objective and policy.</p>	<p>The Fund does not have a target benchmark. The Fund’s performance should be assessed against the income target of 3-5% per year and the volatility should be compared against 30% MSCI AC World index (hedged to EUR), 40% Barclays Global Aggregate Corporate Bond index (hedged to EUR) and 30% Barclays Global High Yield excl CMBS & EMG 2% index (hedged to EUR). The comparator benchmark is only and volatility comparison purposes and does not determine how the Investment Manager invests the Fund’s assets. The Fund’s investment universe is expected to overlap to a limited extent with the components of the comparator benchmark. The Investment Manager invests on a discretionary basis and there are no restrictions on the extent to which the Fund’s portfolio and performance may deviate from the comparator benchmark. The Investment Manager will invest in companies or sectors not included in the comparator benchmark. The benchmark(s) does/do not take into account the environmental and social characteristics or sustainable objective (as relevant) of the Fund.</p> <p>The income target has been selected because the Investment Manager deploys strategies that aim to deliver the level of income stated in the investment objective. The comparator benchmark has been selected because the Investment Manager believes that the benchmark is a suitable comparison for performance purposes given the Fund’s investment objective and policy.</p>

ISIN codes of the share classes impacted by this change:

Share class	Share class currency	ISIN code
A Accumulation	EUR	LU2097343110
A Distribution	EUR	LU2097343540
A Distribution	EUR	LU2275662059
B Accumulation	EUR	LU2097343201
B Distribution	EUR	LU2097343979
C Accumulation	EUR	LU2097343383
C Distribution	EUR	LU2097344191
I Accumulation	EUR	LU2191331540
IZ Accumulation	EUR	LU2097343466
IZ Distribution	EUR	LU2097344274
A1 Distribution	EUR	LU2097343896
A1 Distribution	EUR	LU2097343623
A Accumulation	AUD Hedged	LU2191331623
A Distribution	AUD Hedged	LU2191331896
A Accumulation	GBP Hedged	LU2275662216
A Distribution	GBP Hedged	LU2275662307
C Accumulation	GBP Hedged	LU2275662562
C Distribution	GBP Hedged	LU2275662646
I Accumulation	GBP Hedged	LU2191331979
IA Accumulation	GBP Hedged	LU2191332191
IB Accumulation	GBP Hedged	LU2191332274
A Distribution	HKD Hedged	LU2191332357
A Accumulation	SGD Hedged	LU2191332431
A Distribution	SGD Hedged	LU2191332514
A Accumulation	USD Hedged	LU2097344357
A Distribution	USD Hedged	LU2097344431