

21 December 2018

Dear Shareholder,

Schroder International Selection Fund – Italian Equity

The board of directors of Schroder International Selection Fund (the "Company") has decided to change the investment policy of Schroder International Selection Fund – Italian Equity (the "Fund") with effect from 19 February 2019 (the "Effective Date").

The Fund's investment policy will be changed to remove a restriction on investing in Italian real estate companies following the passing of the Italian 2018 Budget Act, which now permits such investments for funds eligible under the "Piano Individuale di Risparmio a lungo termine".

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

"Investment Policy

The Fund invests at least 70% of its assets in a concentrated range (typically fewer than 50 companies) of equity and equity related securities of Italian companies, excluding real estate companies. The Fund invests at least 30% of these assets (which corresponds to 21% of the Fund's assets) in equity and equity related securities of Italian companies that are not included in FTSE MIB index or other equivalent indices.¹

The Fund may invest up to 10% of its assets in securities issued by, or entered into with, the same company or companies belonging to the same group.

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

To:

"Investment Policy

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¹ An equivalent index is deemed to be the main index in a jurisdiction other than Italy, such as the FTSE 100 in the UK, DAX in Germany and CAC 40 in France.

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.

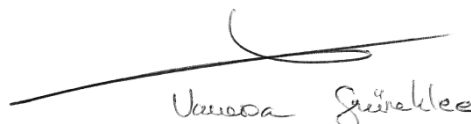
We hope that you will choose to remain invested in the Fund following these changes, but if you do wish to redeem your holding in the Fund or to switch into another of the Company's sub-funds before the Effective Date you may do so at any time up to and including deal cut-off on 18 February 2019. Schroder 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 Schrodgers in Luxembourg before the deal cut-off on 18 February 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	LU0106238719
A1 Accumulation	EUR	LU0133712025
B Accumulation	EUR	LU0106239360
C Accumulation	EUR	LU0106239527
I Accumulation	EUR	LU0134339687
A1 Distribution AV	EUR	LU0067016716
B Distribution AV	EUR	LU0067017284