

12 July 2022

Dear Shareholder,

Schroder International Selection Fund (the "Company") – Hong Kong Dollar Bond (the "Fund")

We are writing to inform you that on 16 August 2022 (the "Effective Date") the Fund's target benchmark will be removed from the Fund's investment objective.

In addition the investment policy has been updated to clarify that the Fund may invest in securities with an investment grade or sub-investment grade credit rating. However, the Fund aims to achieve an average credit quality equivalent to investment grade.

Background and rationale

From the Effective Date the Fund will adopt a benchmark agnostic strategy and as a result the target benchmark will be removed from the investment objective.

As the Fund has indirect exposure to sub investment grade bonds the investment policy has been updated to reflect this exposure.

Target benchmark removal and investment objective change

From the Effective Date the investment objective will change from:

"The Fund aims to provide capital growth and income in excess of 50% 3 month HIBOR + 50% iBoxx ALBI Hong Kong index after fees have been deducted over a three to five year period by investing in fixed and floating rate securities denominated in HKD."

To:

"The Fund aims to provide capital growth and income over a three to five year period by investing in fixed and floating rate securities denominated in HKD."

Investment Policy update

The following wording has been added to the Fund's investment policy:

"The Fund may invest in securities with an investment grade or sub-investment grade credit rating and aims to achieve an average credit quality equivalent to investment grade (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies for rated bonds and implied Schroders ratings for non-rated bonds)."

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

All other key features of the Fund, including the synthetic risk and return indicator (the SRRI) 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 15 August 2022. 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 investor information document (the KIID) for the relevant share class and the Fund's Prospectus at www.schroders.lu.

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

ISIN codes of the Share Classes impacted by these changes:

Share Class	Share Class Currency	ISIN Code
A Accumulation	HKD	LU0149525270
A Distribution	HKD	LU0149524976
A1 Accumulation	HKD	LU0149539909
C Accumulation	HKD	LU0149525437
I Accumulation	HKD	LU0314607192
IZ Accumulation	HKD	LU2016218799