

4 June 2018

Dear Shareholder,

Schroder International Selection Fund – Indian Bond

The board of directors of Schroder International Selection Fund (the "Company") has decided to change the name, investment objective and policy, and settlement cycle of Schroder International Selection Fund – Indian Bond (the "Fund") with effect from 6 July 2018 (the "Effective Date").

Name change

The Fund's new name will be Schroder International Selection Fund – Dynamic Indian Income Bond. This name change aims to enhance the Fund's marketability.

Investment Objective and Policy Clarification

The Fund's investment objective and policy wording has been updated to clarify that the Fund will invest predominantly in fixed and floating rate securities issued by the Indian government, Indian government agencies, Indian supra-nationals, and companies in India.

The investment objective and policy of the Fund, which are contained in the Company's prospectus, will be changed from:

"Investment Objective

The Fund aims to provide capital growth and income by investing in Indian fixed and floating rate securities issued by governments, government agencies, supra-nationals and companies in India.

Investment Policy

The Fund invests at least two-thirds of its assets in bonds (fixed and floating rate securities) issued by governments, government agencies, supra-nationals and companies, interest rate swaps and cross currency swaps. These financial instruments will be denominated in Indian Rupee or in other currencies which will be hedged back to Indian Rupee.

The Fund may also invest in US dollar denominated bonds issued by the Indian government, Indian government agencies and Indian companies. The Fund may invest up to 100% of its assets in Indian government bonds.

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 open-ended Investment Funds and money market instruments and hold cash."

to:

“Investment Objective

The Fund aims to provide capital growth and income by investing in fixed and floating rate securities issued by the Indian government, Indian government agencies, Indian supra-nationals and Indian companies.

Investment Policy

The Fund invests at least two-thirds of its assets in fixed and floating rate securities issued by the Indian government, Indian government agencies, Indian supra-nationals, Indian local authorities/public authorities and Indian companies, foreign exchange forwards, interest rate swaps and cross currency swaps. These financial instruments will be denominated in Indian Rupee or in other currencies which will be hedged back to Indian Rupee.

Indian companies shall mean: (i) companies having their registered office in India, (ii) companies established or located elsewhere but carrying out their business activities predominantly in India or (iii) holding companies the interests of which are predominantly invested in equity of companies having their registered office in India.

The Fund may also invest in fixed and floating rate securities issued by governments, government agencies, supra-nationals and companies worldwide.

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 open-ended Investment Funds and money market instruments, and hold cash and / or cash equivalents in any currency.”

Settlement Cycle Change

From the Effective Date, the settlement dates for subscriptions and redemptions will also be adjusted. Settlement for subscriptions will be altered from T+3 to T+2 with the aim of reducing the impact of current volatility within the settlement cycle. Settlement for redemptions will be altered from T+3 to T+5 with the aim of allowing sufficient time to fulfil the Indian regulatory tax requirements.

The table below shows the dealing cut-off and subscription/redemption times for the period leading up to and immediately following these changes:

Dealing cut-off time (1:00 p.m. Luxembourg time)	Dealing date	Subscription settlement date	redemption settlement date
5 July 2018	5 July 2018	10 July 2018	10 July 2018
6 July 2018	6 July 2018	10 July 2018	13 July 2018

All other key features of the Fund and its risk profile will remain the same. There is no change in the Fund’s investment style, investment philosophy, investment strategy, and the operation and/or manner in which the Fund is being managed following this clarification. The ISIN codes of the share classes affected by the above changes 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 5 July 2018. Schroder Investment

Management (Luxembourg) 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 Schroders in Luxembourg before the deal cut-off on 5 July 2018.

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 (Luxembourg) S.A. on (+352) 341 342 212.

Yours faithfully,



Cord Rodewald
Authorised Signatory



Alastair Woodward
Authorised Signatory

Appendix

ISIN codes of share classes affected by the changes

Share class	Share class currency	ISIN code
A Distribution	USD	LU1713306881
C Accumulation	USD	LU1713306964
I Accumulation	USD	LU1713307186
I Distribution	USD	LU1775314302
A Distribution	EUR	LU1713307269
C Accumulation	EUR	LU1713307343