

IMPORTANT: This letter is important and requires your immediate attention. If you have any questions about the content of this letter, you should seek independent professional advice. Schroder Investment Management (Europe) S.A., as the Management Company to Schroder International Selection Fund, accepts full responsibility for the accuracy of the information contained in this letter and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement misleading.

28 December 2022

Dear Shareholder,

Schroder International Selection Fund (the "Company") - withdrawal of SFC authorisation of:

- **EURO Government Bond**
- **EURO Short Term Bond**
- **European Value**

(individually, the "Sub-Fund"; collectively, the "Sub-Funds")

The board of directors (the "**Board**") of the Company wishes to notify you of their decision to withdraw the authorisation of the Sub-Funds with the Securities and Futures Commission (the "**SFC**") with effect from 28 March 2023 (the "**Effective Date**").

1. Background and rationale for the withdrawal of authorisation

After considerable analysis and review, the Board has concluded that there is little prospect of selling the Sub-Funds in the current Hong Kong retail investment market in the foreseeable future. Also, the amount of retail-investor assets in the Sub-Funds from Hong Kong is too small to justify the costs of maintaining the SFC authorisation of the Sub-Funds.

The Board has therefore applied to the SFC for the withdrawal of authorisation of the Sub-Funds and the Product Key Facts Statements of the Sub-Funds in Hong Kong.

As of 30 November 2022, the size of each of the Sub-Funds in USD was as follow:

Name of Sub-Funds	Net Asset Value of the Sub-Funds
EURO Government Bond	USD 829,529,241
EURO Short Term Bond	USD 421,149,498
European Value	USD 469,918,498

2. Impact of the withdrawal of authorisation on Shareholders of the Sub-Funds

On the date of this notice, the Sub-Funds are no longer allowed to be marketed to the public in Hong Kong.

With effect from the Effective Date, the Sub-Funds will no longer be regulated by the SFC and will not be available for public distribution in Hong Kong. Further, upon the withdrawal of authorisation of the Sub-Funds, they will no longer be subject to the SFC's regulatory requirements for authorised funds. Nevertheless, the Sub-Funds will continue to remain in existence and be regulated by the Commission de Surveillance du Secteur Financier, the home regulator of the Company.

As the Sub-Funds will cease to be authorised by the SFC in Hong Kong, existing Shareholders should note that the product documentation in relation to the Sub-Funds previously issued to them should be retained for personal use only and should not be circulated to the public in Hong Kong from the date of this notice.

The Hong Kong offering documents will be updated to reflect the withdrawal of authorisation of the Sub-Funds as soon as practicable after the Effective Date and any other marketing materials relating to the Sub-Funds are no longer publicly available in Hong Kong on the date of this notice.

The withdrawal of authorisation of the Sub-Funds will not affect the way the Sub-Funds are managed and there will be no change to the operation or the key features of the Sub-Funds (e.g. investment objective, investment policy, fees or dealing and administrative procedures) following the withdrawal of authorisation of the Sub-Funds. The Company's management company, i.e. Schroder Investment Management (Europe) S.A. (the "**Management Company**") shall continue to manage the Sub-Funds in accordance with the Company's Articles of Incorporation.

3. Costs and expenses of the withdrawal of authorisation

The Sub-Funds will bear any costs and expenses associated with the withdrawal of authorisation including legal, audit and regulatory charges, which are expected to be insignificant and are estimated to be approximately less than 0.01% of the net asset value of each of the Sub-Funds as of the date of this notice.

4. Options available for Shareholders

(a) Take no action

You may remain invested in the Sub-Funds if you wish although the Sub-Funds will no longer be authorised by the SFC from the Effective Date onwards.

(b) Redeem your holding

From the date of this notice, you may at any time up to and including the dealing cut-off at 5:00 p.m. Hong Kong time on 27 March 2023, redeem your holding in the Sub-Funds free of charge by following the redemption procedures set out in the Hong Kong offering documents.

(c) Switch your holding

From the date of this notice, you may at any time up to and including the dealing cut-off at 5:00 p.m. Hong Kong time on 27 March 2023, switch your holding in the Sub-Funds into other SFC-authorized funds offered by Schroders free of charge. Please note that SFC authorization is not a recommendation or endorsement of the relevant SFC-authorized funds nor does it guarantee the commercial merits of the relevant SFC-authorized funds or their performance. It does not mean that the relevant SFC-authorized funds are suitable for all investors nor is it an endorsement of their suitability for any particular investor or class of investors.

Please ensure that your redemption or switch instruction reaches the Hong Kong representative, i.e. Schroder Investment Management (Hong Kong) Limited (the “**Hong Kong Representative**”) before the above deadline. Local intermediaries might also have a local dealing cut-off which is earlier than that described above, so please check with them to ensure that your instructions reach the Hong Kong Representative before the dealing cut-off at 5:00 p.m. Hong Kong time on 27 March 2023.

5. Hong Kong Taxation

Shareholders should note that under current law and practice in Hong Kong, the Company and the Sub-Funds are not expected to be subject to Hong Kong profits tax in accordance with the applicable provisions of the Inland Revenue Ordinance.

No profits tax will be payable by Shareholders in Hong Kong in respect of dividends or other income distributions of the Company or the Sub-Funds or in respect of any gains arising on a sale, redemption or other disposal of Shares if the investments in the Company or the Sub-Funds are held as capital assets. Hong Kong profits tax may arise if the investments in the Company or the Sub-Funds are held as trading assets and where such transactions form part of a trade, profession or business carried on in Hong Kong by the Shareholders.

Shareholders should consult their own professional advisers on the potential taxation consequences of their transferring, selling, redemption or otherwise disposing of the Shares in the Sub-Funds.

6. Enquiries

If you have any questions or would like more information, please contact your usual professional advisor or the Hong Kong Representative at Level 33, Two Pacific Place, 88 Queensway, Hong Kong or calling the Schroders Investor Hotline on (+852) 2869 6968.

Yours faithfully,

The Board of Directors