

18 May 2021

Dear Shareholder,

Schroder International Selection Fund – European Alpha Focus (the “Fund”)

We are writing to advise you that on 21 June 2021 (the “Effective Date”) the name and investment objective and policy of the Fund will change and the performance fee will be removed.

Rationale

The Fund’s strategy focuses on innovation-led European companies that are market leaders in their respective fields. The investment manager believes these companies products and services will help solve many of the problems faced by individuals, communities and businesses in the coming decades. In order to reflect this, the Fund’s name and investment policy will be changed.

In addition the Fund’s performance fee will be removed.

Name Change

The Fund's new name will be Schroder International Selection Fund – European Innovators, which reflects the focus of the Fund.

Investment Objective and Policy Change

The investment objective and policy of the Fund, which is contained in Schroder International Selection Fund (the “Company”)’s prospectus, will change from:

“Investment Objective

The Fund aims to provide capital growth in excess of the MSCI Europe (Net TR) index after fees have been deducted over a three to five year period by investing in equity and equity related securities of European companies.

Investment Policy

The Fund is actively managed and invests at least two thirds of its assets in a concentrated range of equity and equity related securities of European companies. The Fund will typically hold up to 35 companies.

The Fund may also invest up to one-third of its assets directly or indirectly in other securities (including other asset classes), countries, regions, industries or currencies, Investment Funds, warrants and Money Market Investments, and hold cash (subject to the restrictions provided in Appendix I).

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently. "

To:

"Investment Objective

The Fund aims to provide capital growth in excess of the MSCI Europe (Net TR) index after fees have been deducted over a three to five year period by investing in equity and equity related securities of European companies which help to advance the United Nations Sustainable Development Goals (UN SDGs) and which the Investment Manager deems to be sustainable investments.

Investment Policy

The Fund is actively managed and invests 75% of its assets in sustainable investments, which are investments in companies that contribute towards the advancement of one or more of the UN SDGs using a science or engineering-driven, innovation-led approach (please see the Fund Characteristics section for more details).

The Fund does not invest in certain activities, industries or groups of issuers above the limits listed on the website www.schroders.com/en/lu/private-investor/gfc.

The Fund invests in companies that do not cause significant environmental or social harm and have good governance practices, as determined by the Investment Manager's rating criteria (please see the Fund Characteristics section for more details).

The Fund may invest in companies that the Investment Manager believes will improve their sustainability practices within a reasonable timeframe, typically up to two years.

The Investment Manager may engage with companies held by the Fund to challenge identified areas of weakness on sustainability issues. More details on the Investment Manager's approach to sustainability and its engagement with companies are available on the website www.schroders.com/en/lu/private-investor/strategic-capabilities/sustainability/disclosures.

The Fund will invest at least two thirds of its assets in a concentrated range of equity and equity related securities of European companies. This means typically holding fewer than 30 companies.

The Fund may also invest up to one-third of its assets directly or indirectly in other securities (including other asset classes), countries, regions, industries or currencies, Investment Funds, warrants and Money Market Investments, and hold cash (subject to the restrictions provided in Appendix I).

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently."

All other key features of the Fund will remain the same.

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 changes become effective you may do so at any time up to and including deal cut-off on **21 June 2021**. 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 on **21 June 2021**.

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 (Europe) S.A. on (+352) 341 342 202.

Yours faithfully,



Cecilia Vernerson
Authorised Signatory



Nirosha Jayawardana
Authorised Signatory

Appendix

ISIN codes of share classes affected by the changes

Share class	Share class currency	ISIN code
A Accumulation	EUR	LU0591897516
A Distribution	EUR	LU1817472001
B Accumulation	EUR	LU2305367166
C Accumulation	EUR	LU0591897862
C Distribution	EUR	LU1817472423
E Accumulation	EUR	LU1577467829
I Accumulation	EUR	LU0591898084
IZ Accumulation	EUR	LU2016215696
S Distribution	EUR	LU1817472936
Z Accumulation	EUR	LU0966865528
A Distribution	GBP	LU1817473744
C Distribution	GBP	LU1817474478
E Accumulation	GBP	LU1577468124
S Distribution	GBP	LU1817474809
Z Accumulation	GBP	LU1577468710
A Distribution Hedged	GBP	LU1817475525
C Distribution Hedged	GBP	LU1817476507