

**15 June 2023**

Dear Shareholder,

## **Schroder Special Situations Fund (the "Company") – Fixed Maturity Bond II (the "Fund") – Liquidation**

We are writing to advise you that the Fund, in which you are invested, is due to be liquidated on **30 June 2023** (the "Effective Date").

### **Background and rationale**

The Fund was launched in June 2019. Its objective was to provide income over a fixed four-year period by investing at least two-thirds of its assets in USD-denominated bonds with a maturity date within the fixed four-year period, as disclosed in the prospectus of the Company (the "Prospectus").

As the Fund is nearing the end of its term, we believe it is in the best interest of the shareholders to liquidate the Fund on the Effective Date. This decision has been made in accordance with Article 5 of the articles of incorporation of the Company and the Prospectus and we are writing to inform you of the exact date of liquidation and the liquidation process.

Details of the share classes affected by the liquidation are listed at the end of this letter.

### **Redeeming or switching your shares to another Schroders fund**

If you would like to redeem your shares or switch to another Schroders fund prior to the Effective Date you may do so at the respective dealing dates up to and including deal cut-off at 13:00 Luxembourg time on 30 June 2023. Please ensure that your redemption or switch instruction reaches the transfer agent, HSBC Continental Europe, Luxembourg ("HSBC") before this deadline.

HSBC will execute your redemption or switch instructions in accordance with the provisions of the Prospectus free of charge, although in some countries local paying agents, correspondent banks or similar agents may charge transaction fees. Local agents may 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.

The Fund has been closed for subscriptions from new investors in accordance with the provisions of the Prospectus.

We would also like to inform you that, in the period leading up to the Effective Date, it may be necessary to begin selling the assets held within the Fund's portfolio to cash in preparation for the liquidation and in accordance with the provisions of the Prospectus. During the liquidation period, the Fund may not be managed in line with its investment objective.

### **Costs**

Schroder Investment Management (Europe) S.A. will bear the cost of the expenses incurred in the liquidation, including legal and regulatory charges, but not the trading-related transaction costs associated with the disposal of the Fund's investments.

### **Tax status**

This liquidation, or your redemption of shares prior to the liquidation, might affect the tax status of your investment, so we recommend that you seek independent professional advice in these matters.

### **Your shares at liquidation**

Any holding that you retain in the Fund on the Effective Date will be redeemed at the net asset value per share applicable on that date and the proceeds will be sent to you in accordance with the payment instructions which we hold on file for your account. These redemption payments will settle with a value date of 5 July 2023. The redemption will be made in accordance with the provisions of the Prospectus, free of any redemption charges which might otherwise have been applicable. Any liquidation or redemption proceeds which could not be distributed to shareholders after the close of the liquidation will be deposited on their behalf with the Caisse de Consignation in Luxembourg, from where you can claim them at any time within 30 years, after which they will become the property of the state. If we find that your payment instructions are invalid, we will contact you for new instructions.

We hope that you choose to remain invested with Schrodgers after the Fund is liquidated. For more information on the other funds available please visit [www.schrodgers.com](http://www.schrodgers.com). If you have any questions about the liquidation, please contact your local Schrodgers 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 code(s) of the share classes in Schroder Special Situations Fund Fixed Maturity Bond II being liquidated:

<b>Share class</b>	<b>Share class currency</b>	<b>ISIN Code</b>
A Accumulation	USD	LU1983298271
A Distribution	USD	LU1995616262
A1 Accumulation	USD	LU1995616429
A1 Distribution	USD	LU1995616692
A2 Accumulation	USD	LU1995616775
A2 Distribution	USD	LU1995616858
A Accumulation	EUR Hedged	LU1995616932
A Distribution	EUR Hedged	LU1995617070
A1 Accumulation	EUR Hedged	LU1995617153
A1 Distribution	EUR Hedged	LU1995617237
A2 Distribution	GBP Hedged	LU1995617310
A2 Distribution	HKD	LU2000515994
A2 Distribution	SGD Hedged	LU1995617401