

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. The directors of Schroder International Selection Fund accept full responsibility for the accuracy of the information contained in this letter and confirm, having made all reasonable enquiries, that to the best of our knowledge and belief there are no other facts the omission of which would make any statement misleading.

1 August 2017

Dear Shareholder,

Schroder International Selection Fund – Global Equity Alpha

The board of directors of Schroder International Selection Fund (the "Company") has decided to clarify the investment policy of Schroder International Selection Fund – Global Equity Alpha (the "Fund") with effect from 1 September 2017 (the "Effective Date"). The typical holding range has been removed to reflect the Fund's flexibility to diversify its holdings according to the market environment and assessment of risk.

The Fund's investment objective and policy, which is contained in the Company's prospectus, is being clarified from:

"Investment objective

The Fund aims to provide capital growth by investing in equity and equity related securities of companies worldwide.

Investment Policy

The Fund invests at least two-thirds of its assets in a concentrated range of equity and equity related securities of companies worldwide. The Fund typically holds fewer than 50 companies.

'Alpha' funds invest in companies in which the manager has a high conviction that the current share price does not reflect the future prospects for that business. As the Fund is index-unconstrained it is managed without reference to an index.

The manager seeks to identify companies which he believes will deliver future earnings growth above the level expected by the market typically on a 3-5 year horizon (we term this as 'a positive growth gap').

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 money market instruments and hold cash."

to:

"Investment objective

The Fund aims to provide capital growth by investing in equity and equity related securities of companies worldwide.

Investment Policy

The Fund invests at least two-thirds of its assets in equity and equity related securities of companies worldwide.

'Alpha' funds invest in companies in which the manager has a high conviction that the current share price does not reflect the future prospects for that business. As the Fund is index-unconstrained it is managed without reference to an index.

The manager seeks to identify companies which he believes will deliver future earnings growth above the level expected by the market typically on a 3-5 year horizon (we term this as 'a positive growth gap').

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 money market instruments and hold cash."

All other key features of the Fund will remain the same. There will be no change in the Fund's investment style, investment philosophy and investment strategy following this change.

Any expenses incurred directly as a result of making this change will be borne by Schroder Investment Management (Luxembourg) S.A., the Company's management company.

We hope that you will choose to remain invested in the Fund following these changes, but if you wish to redeem your holding in the Fund or to switch into another of the Company's sub-funds authorized by the Securities and Futures Commission ("SFC")¹ before the Effective Date you may do so at any time up to and including the deal cut-off at 5:00 p.m. Hong Kong time on 31 August 2017. We 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 Schroder Investment Management (Hong Kong) Limited (the "Representative") in Hong Kong before the deal cut-off at 5:00 p.m. Hong Kong time on 31 August 2017.

If you have any questions or would like more information, please contact your usual professional advisor or Schrodgers' Investor Hotline on (+852) 2869 6968. Yours faithfully,



Cord Rodewald
Authorised Signatory



Alastair Woodward
Authorised Signatory

¹ SFC authorization is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.