

27 May 2021

Dear Shareholder,

Schroder International Selection Fund (the "Company") – QEP Global Value Plus (the "Fund") – Liquidation

We are writing to advise you that a fund in which you are invested is due to be liquidated on **14 June 2021** (the "Effective Date").

Background and rationale

Despite the Fund's long-short strategy, with long exposure focused on companies regarded by the investment manager as attractively valued and short exposure focused on companies with poor quality characteristics, the Fund has failed to achieve its objective, which is to provide capital growth and income in excess of its target benchmark over a three to five year period. The Fund launched with assets under management of nearly USD 700 million in 2014. However, the Fund has declined in size in recent years to a low of USD 17 million as of March 2021. It is unlikely that in the near future we will be able to significantly increase the assets under management of the Fund.

We believe it is in the best interest of the shareholders to liquidate the Fund. This decision has been made in accordance with Article 5 of the articles of incorporation of the Company and the provisions of the prospectus of the Company (the "Prospectus").

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 CET on **2 June 2021**. Please ensure that your redemption or switch instruction reaches the transfer agent, HSBC Continental Europe, Luxembourg ("HSBC") before this deadline. For your reference, we have provided details of Schroder International Selection Fund - QEP Global Active Value in the Appendix of this letter, as this fund has a similar investment strategy to the liquidating Fund, and therefore might be of interest as an alternative option given this planned liquidation.

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. To allow sufficient time for changes to be made to regular savings plans and similar facilities, subscriptions or switches into the Fund will be accepted from existing investors until **3 June 2021** (deal cut-off at 13:00 CET on **2 June 2021**).

We would also like to inform you that, in the light of the assets remaining in the Fund and in view of the liquidation, it may no longer be economically efficient to invest the Fund's assets in accordance with its investment policy. This is so that the investment manager can begin selling the portfolio of the Fund a few days before the Effective Date in preparation for the liquidation.

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. We therefore recommend you to seek independent professional advice in these matters.

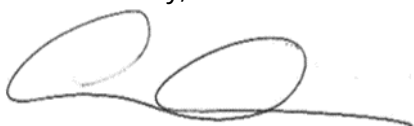
Your shares at liquidation

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 **17 June 2021**. 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.schroders.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,



Cecilia Vernerson
Authorised Signatory



Nirosha Jayawardana
Authorised Signatory

Appendix

Key Features Comparison Table

The following is a comparison of the principal features of QEP Global Value Plus and QEP Global Active Value, both are sub-funds of the Company. Full details are set out in the Prospectus and shareholders are also advised to consult the relevant KIID.

	Schroder International Selection Fund – QEP Global Value Plus	Schroder International Selection Fund – QEP Global Active Value
Prospectus Investment Objective and Policy	<p>Investment Objective</p> <p>The Fund aims to provide capital growth and income in excess of the MSCI AC World (Net TR) index after fees have been deducted over a three to five year period by investing directly and indirectly in equity and equity-related securities of companies worldwide.</p> <p>Investment Policy</p> <p>The Fund is actively managed and invests at least two-thirds of its assets, directly or indirectly through the use of derivatives, in a diversified portfolio of equity and equity-related securities of companies worldwide.</p> <p>The Fund has the flexibility to have long and short exposure via derivatives. The Fund's long exposure focuses on companies that have certain "Value" characteristics. Value is assessed by looking at indicators such as cash flows, dividends and earnings to identify securities which the Investment Manager believes have been undervalued by the market. The Fund's short exposure focuses on companies with poor "Quality" characteristics. Quality is assessed by looking at indicators such as a company's profitability, stability, financial strength and governance.</p> <p>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</p>	<p>Investment Objective</p> <p>The Fund aims to provide capital growth and income in excess of the MSCI AC World (Net TR) index after fees have been deducted over a three to five year period by investing in equity and equity-related securities of companies worldwide.</p> <p>Investment Policy</p> <p>The Fund is actively managed and invests at least two-thirds of its assets in a diversified portfolio of equity and equity-related securities of companies worldwide.</p> <p>The Fund focuses on companies that have certain "Value" characteristics. Value is assessed by looking at indicators such as cash flows, dividends and earnings to identify securities which the Investment Manager believes have been undervalued by the market.</p> <p>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.</p> <p>The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently.</p> <p>Benchmark</p> <p>The Fund's performance should be assessed against its target benchmark being to exceed the MSCI AC World (Net TR) index and</p>

	<p>Investments, and hold cash.</p> <p>The Fund may use derivatives (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the Fund uses equity total return swaps and contracts for difference, the underlying consists of instruments in which the Fund may invest according to its Investment Objective and Investment Policy. In particular, total return swaps and contracts for difference may be used to gain long and short exposure or to hedge exposure on equity and equity related securities. The gross exposure of total return swaps and contracts for difference will not exceed 210% and is expected to remain within the range of 50% to 150% of the Net Asset Value. In certain circumstances this proportion may be higher.</p> <p>Benchmark</p> <p>The Fund's performance should be assessed against its target benchmark being to exceed the MSCI AC World (Net TR) index and compared against the MSCI World (Net TR) index. The Fund's investment universe is expected to overlap materially with the components of the target and comparator benchmarks. The comparator benchmark is only included for performance comparison purposes and does not have any bearing on how the Investment Manager invests the Fund's assets. The Investment Manager invests on a discretionary basis and there are no restrictions on the extent to which the Fund's portfolio and performance may deviate from the target or comparator benchmarks. The Investment Manager will invest in companies or sectors not included in the target or comparator</p>	<p>compared against the MSCI AC World Value (Net TR) index and the MSCI World (Net TR) index. The Fund's investment universe is expected to overlap materially with the components of the target and comparator benchmarks. The comparator benchmarks are only included for performance comparison purposes and do not have any bearing on how the Investment Manager invests the Fund's assets. The Investment Manager invests on a discretionary basis and there are no restrictions on the extent to which the Fund's portfolio and performance may deviate from the target or comparator benchmarks. The Investment Manager will invest in companies or sectors not included in the target or comparator benchmarks in order to take advantage of specific investment opportunities. The target benchmark has been selected because it is representative of the type of investments in which the Fund is likely to invest and it is, therefore, an appropriate target in relation to the return that the Fund aims to provide. Any comparator benchmark has been selected because the Investment Manager believes that the benchmark is a suitable comparison for performance purposes given the Fund's investment objective and policy.</p>
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	<p>benchmarks in order to take advantage of specific investment opportunities.</p> <p>The target benchmark has been selected because it is representative of the type of investments in which the Fund is likely to invest and it is, therefore, an appropriate target in relation to the return that the Fund aims to provide. The comparator benchmark has been selected because the Investment Manager believes that the benchmark is a suitable comparison for performance purposes given the Fund's investment objective and policy.</p>	
Global exposure calculation method and level of leverage	<p>Relative Value-at-Risk (VaR) approach.</p> <p>200% of the total net assets.</p> <p>The expected level of leverage may be higher when markets are more volatile, impacting the value of the derivative positions held by the Fund.</p>	Commitment approach.
Investment Manager	Schroder Investment Management Limited	Schroder Investment Management Limited
Synthetic Risk and Reward Indicator (SRI)	Category 6	Category 6
KIID Risk Disclosures	<p>Currency risk: The fund may lose value as a result of movements in foreign exchange rates.</p> <p>Emerging Markets & Frontier risk: Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty, operational and liquidity risk than developed markets.</p> <p>Liquidity risk: In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares.</p> <p>Operational risk: Operational processes, including those related</p>	<p>Currency risk: The fund may lose value as a result of movements in foreign exchange rates.</p> <p>Emerging Markets & Frontier risk: Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty, operational and liquidity risk than developed markets.</p> <p>Liquidity risk: In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares.</p> <p>Operational risk: Operational processes, including those related</p>

	<p>to the safekeeping of assets, may fail. This may result in losses to the fund.</p> <p>Performance risk: Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.</p> <p>IBOR: The transition of the financial markets away from the use of interbank offered rates (IBORs) to alternative reference rates may impact the valuation of certain holdings and disrupt liquidity in certain instruments. This may impact the investment performance of the fund.</p> <p>Derivatives risk: A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund. The fund may also materially invest in derivatives including using short selling and leverage techniques with the aim of making a return. When the value of an asset changes, the value of a derivative based on that asset may change to a much greater extent. This may result in greater losses than investing in the underlying asset.</p>	<p>to the safekeeping of assets, may fail. This may result in losses to the fund.</p> <p>Performance risk: Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.</p> <p>IBOR: The transition of the financial markets away from the use of interbank offered rates (IBORs) to alternative reference rates may impact the valuation of certain holdings and disrupt liquidity in certain instruments. This may impact the investment performance of the fund.</p> <p>Derivatives risk: A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund. The fund may also materially invest in derivatives including using short selling and leverage techniques with the aim of making a return. When the value of an asset changes, the value of a derivative based on that asset may change to a much greater extent. This may result in greater losses than investing in the underlying asset.</p>
Profile of the Typical Investor	The Fund may be suitable for Investors who are seeking long term growth potential offered through investment in equities.	The Fund may be suitable for Investors who are seeking long term growth potential offered through investment in equities.
Fund Category	The Fund is categorised as "Quantitative Equity Fund". QEP stands for Quantitative Equity Products.	The Fund is categorised as "Quantitative Equity Fund". QEP stands for Quantitative Equity Products.
Fund Currency	USD	USD
Launch Date	06 February 2014	29 October 2004
Fund Size (at end March 2021)	USD \$17m	USD \$717m

Dealing Cut-off Time and Settlement Periods for Subscriptions and Redemptions	Orders must reach HSBC before 13:00 Luxembourg time on the preceding dealing day to be executed on the relevant dealing day. The settlement periods for subscription and redemption are within three business days following a dealing day.	Orders must reach HSBC before 13:00 Luxembourg time on the dealing day to be executed that day. The settlement periods for subscription and redemption are within three business days following a dealing day.
Initial Charge	A Shares: Up to 5% C Shares: Up to 1% I Shares: None IZ Shares: None	A Shares: Up to 5% C Shares: Up to 1% I Shares: None IZ Shares: None
Management Fees by share class	A Shares: 1.75% per annum C Shares: 0.75% per annum I Shares: 0.00% per annum IZ Shares: Up to 0.75% per annum	A Shares: 1.25% per annum C Shares: 0.65% per annum I Shares: 0.00% per annum IZ Shares: Up to 0.65% per annum
Ongoing Charges by share class (at end December 2020)	A Shares: 2.14% per annum C Shares: 1.09% per annum I Shares: 0.11% per annum IZ Shares: 1.17% per annum	A Shares: 1.61% per annum C Shares: 0.86% per annum I Shares: 0.08% per annum IZ Shares: 0.72% per annum
Performance fee details	None	None

Share Class details for Schroder International Selection Fund - QEP Global Value Plus

Share Class	Class	Acc or Dis	Currency	ISIN
Schroder ISF QEP Global Value Plus	A	Accumulation	USD	LU1019481297
Schroder ISF QEP Global Value Plus	A	Distribution	USD	LU1019481370
Schroder ISF QEP Global Value Plus	C	Accumulation	USD	LU1019481453
Schroder ISF QEP Global Value Plus	I	Accumulation	USD	LU1019481537
Schroder ISF QEP Global Value Plus AUD	I	Accumulation	AUD	LU1019482261
Schroder ISF QEP Global Value Plus EUR	A	Accumulation	EUR	LU1019481610
Schroder ISF QEP Global Value Plus EUR	C	Accumulation	EUR	LU1019481701
Schroder ISF QEP Global Value Plus EUR	I	Accumulation	EUR	LU1019481883
Schroder ISF QEP Global Value Plus EUR	IZ	Distribution	EUR	LU1807191991
Schroder ISF QEP Global Value Plus GBP	C	Accumulation	GBP	LU1019481966
Schroder ISF QEP Global Value Plus GBP	C	Distribution	GBP	LU1019482188
Schroder ISF QEP Global Value Plus GBP	I	Accumulation	GBP	LU1019482006