

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.

3 September 2021

Dear Shareholder,

Schroder International Selection Fund – Emerging Markets
Schroder International Selection Fund – Emerging Multi-Asset Income
Schroder International Selection Fund – Multi-Asset Growth and Income
Schroder International Selection Fund – QEP Global Quality

(each a “Fund”, and collectively, the “Funds”)

We are writing to advise you that the investment policies of the Funds have been updated to permit increased exposure to China A-Shares and if not already stated in the investment policies of the Funds, to clarify the relevant Funds’ investment in China B-Shares and China-H Shares. The Funds may invest directly in China B-Shares and China H-Shares and may invest directly or indirectly through derivatives in China A-Shares through the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect (collectively, “Stock Connect”). Emerging Multi-Asset Income and Multi-Asset Growth and Income may invest up to 5% of their respective net asset value in China onshore bonds and other debt instruments traded on the China Interbank Bond Market via Bond Connect.

Rationale

In recent years China has increased as a proportion of the Funds’ benchmarks and increased exposure is required in order to take larger positions.

The table below refers to the exposure permitted in the investment policy of each of the Funds to China A-Shares prior to the update (when applicable) as well as the permitted exposure after the update of the Fund’s investment policy:

Fund	Permitted exposure to China A-Shares in respect of the Fund’s assets (on a net basis)
Schroder International Selection Fund – Emerging Markets	Less than 20% (previously 5%)
Schroder International Selection Fund – Emerging Multi-Asset Income	Less than 25% (previously 5%)
Schroder International Selection Fund - Multi-Asset Growth and Income	Less than 15% (previously 5%)
Schroder International Selection Fund – QEP Global Quality	Less than 10% (previously 5%)

Indirect exposure to China A-Shares may also be sought for the Funds through investment in financial instruments such as China market access products and other funds with China access through Qualified Foreign Investor status.

The Hong Kong offering documents will also be revised to reflect the following:

- Emerging Markets does not currently intend to invest (i) 20% or more of its net asset value in China A-Shares via Stock Connect and (ii) 30% or more of its net asset value directly and indirectly in China A-Shares and China B-Shares.
- Emerging Multi-Asset Income does not currently intend to invest (i) 25% or more of its net asset value in China A-Shares via Stock Connect and (ii) 30% or more of its net asset value directly and indirectly in China A-Shares and China B-Shares.
- Multi-Asset Growth and Income does not currently intend to invest (i) 15% or more of its net asset value in China A-Shares via Stock Connect and (ii) 30% or more of its net asset value directly and indirectly in China A-Shares and China B-Shares.
- QEP Global Quality does not currently intend to invest (i) 10% or more of its net asset value in China A-Shares via Stock Connect and (ii) 30% or more of its net asset value directly and indirectly in China A-Shares and China B-Shares.

All other key features of the Funds and their risk profile will remain the same.

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

If you have any questions or would like more information, please contact your usual professional advisor or Schroder Investment Management (Hong Kong) Limited 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