

18 May 2021

Dear Shareholder,

Schroder International Selection Fund – Asia Pacific ex-Japan Equity (the “Fund”)

We are writing to advise you that the name and investment objective and policy of the Fund will change with effect from 21 June 2021 (the "Effective Date").

Rationale

Given the growing investor demand, the Fund will continue to invest in equities in the Asia Pacific ex Japan region but with an added focus on sustainability.

Name Change

The Fund's new name will be Schroder International Selection Fund – Sustainable Asian Equity.

Investment Objective and Policy Change

The investment objective and policy of the Fund, which are 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 AC Asia Pacific ex Japan (Net TR) index after fees have been deducted over a three to five year period by investing in equity and equity related securities of Asia Pacific companies (excluding Japan).

Investment Policy

The Fund is actively managed and invests at least two-thirds of its assets in equity and equity related securities of Asia Pacific companies (excluding Japan).

The Fund may invest directly in China B-Shares and China H-Shares and may invest less than 30% of its assets (on a net basis) directly or indirectly through derivatives in China A-Shares through Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect.

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 Asia Pacific ex Japan (Net TR) index after fees have been deducted over a three to five year period by investing in equity and equity related securities of Asia Pacific markets companies which meet the Investment Manager’s sustainability criteria.

Investment Policy

The Fund is actively managed and invests at least two-thirds of its assets in equity and equity related securities of companies in Asia Pacific markets (excluding Japan) or companies which derive a significant proportion of their revenues or profits from the Asia Pacific Region.

The Fund maintains a higher overall sustainability score than MSCI Asia Pacific (ex-Japan) (Net TR) index, based on the Investment Manager’s rating system. More details on the investment process used to achieve this can be found in the Fund Characteristics.

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 have good governance practices, as determined by the Investment Manager’s rating criteria (please see the Fund Characteristics section for more details).

The Investment Manager may also 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 may invest directly in China B-Shares and China H-Shares and may invest less than 30% of its assets in China A-Shares through:

- Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect;
- The Renminbi Qualified Institutional Investor (RQFII) Scheme; and
- Regulated Markets.

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,

A handwritten signature in black ink, consisting of two large, rounded loops followed by a long horizontal stroke.

Cecilia Vernerson
Authorised Signatory

A handwritten signature in black ink, featuring a complex, stylized initial 'N' followed by a series of connected loops and a long horizontal tail.

Nirosha Jayawardana
Authorised Signatory

Appendix

ISIN codes of share classes affected by the changes

Share class	Share class currency	ISIN code
A Accumulation	USD	LU1725198490
C Accumulation	USD	LU1725198656
I Accumulation	USD	LU1725198813
IZ Accumulation	USD	LU1725199035
F Accumulation	SGD	LU2158555461