

16 August 2023

Dear Shareholder,

Schroder GAIA (the "Company") – Tellworth UK Dynamic Absolute Return (the "Fund") – Liquidation

We are writing to advise you that the Fund in which you are invested is due to be liquidated on 19 September 2023 (the "Closure Date").

Background and rationale

The Fund is a long/short UK equity fund managed by Tellworth Investments LLP, a company founded by ex-Cazenove employees Paul Marriage and John Warren. The Fund was launched on 14 November 2018 by way of a merger from Schroder AS UK Dynamic Absolute Return into the Fund¹. The Fund's assets under management (AUM) has fallen from approximately GBP 70m in January 2020 to GBP 16m in April 2023. Further to a number of outflows over the years, we believe that the Fund is no longer commercially viable at GBP 16m.

Following a review of the alternatives available, we have concluded that there are no suitable Schroders funds that the Fund could be merged into. As such, we believe it is in the best interest of shareholders to liquidate the Fund. This decision has been made by the board of directors of the Company in consultation with Tellworth Investments LLP acting as the investment manager of the Fund, in accordance with Article 5 of the articles of incorporation of the Company and the provisions of its prospectus .

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 Closure Date you may do so at the respective dealing dates up to and including deal cut-off at 13:00 Luxembourg time on 12 September 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. 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

¹Prior to 14 November 2018 the Fund uses the track record of Schroder AS UK Dynamic Absolute Return (launched 11 February 2014) as a performance track record. Prior to 11 February 2014 the Fund uses the track record of Cazenove UK Dynamic Absolute Return Fund (launched 16 May 2005) as a performance track record.

from existing investors until 12 September 2023 (deal cut-off at 13:00 Luxembourg time on 12 September 2023).

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 Closure 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. Specific consideration should be given to R shares, which may be subject to income tax considerations. We therefore recommend that you seek independent professional advice in these matters.

Your shares at liquidation

Any holding that you retain in the Fund on the Closure 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 22 September 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 sub-funds available in the Company 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,

The Board of Directors

Appendix

ISIN code(s) of the share classes being liquidated:

Share class	Share class currency	ISIN Code
C Accumulation	GBP	LU1861627146
I Accumulation	GBP	LU1861627229
R Accumulation	GBP	LU1861627062
C Accumulation	CHF Hedged	LU1861628037
C Accumulation	EUR Hedged	LU1861627575
K Accumulation	EUR Hedged	LU1861627492
R Accumulation	EUR Hedged	LU1861627658
C Accumulation	USD Hedged	LU1861627815
K Accumulation	USD Hedged	LU1861627732
R Accumulation	USD Hedged	LU1861627906