

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.

28 September 2021

Dear Shareholder,

Schroder International Selection Fund – China Opportunities (the “Fund”)

We are writing to advise you that the Fund's permitted exposure to China A-Shares will increase from less than 30% of its assets (on a net basis) directly or indirectly (for example via participatory notes) to less than 50% of its assets (on a net basis) directly or indirectly (for example via participatory notes) with effect from 1 November 2021.

Accordingly, following this adjustment:

- (i) the Fund may invest directly in China B-Shares and China H-Shares and may invest less than 50% of its assets (on a net basis) directly or indirectly (for example via participatory notes) in China A-Shares through the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect (collectively, the “**Stock Connect**”); the Qualified Foreign Investor (the “**QFI**”) Scheme (formerly known as the Renminbi Qualified Institutional Investor (RQFII) Scheme); and regulated markets (as defined in the Prospectus of the Schroder International Selection Fund (the “**Company**”). For the avoidance of doubt, indirect exposure of the Fund to China A-Shares will continue to be sought through investment in financial instruments such as China market access products and other funds with China access through QFI status.
- (ii) the Fund does not intend to invest 50% or more of its net asset value directly and indirectly in China A-Shares and China B-Shares.

Rationale

In recent years, the weighting of the index constituents from Chinese companies listed on the mainland China stock exchanges of the target benchmark has increased and therefore increased exposure to China-A Shares is required in order for the Fund to take larger positions.

Implication of the proposed changes

Save as disclosed above, (i) all other key features of the Fund (including the fees chargeable in respect of the Fund as stated in the Hong Kong offering documents) will remain the same, except that the Fund will be subject to additional key risks such as the QFI risks and increased risks relevant to investment in onshore

China equity securities (e.g. risks related to the People's Republic of China and risks related to investments via the Stock Connect); and (ii) there will also be no material change in the operation and/or manner in which the Fund is being managed. The changes are not expected to materially prejudice the rights or interests of existing investors.

The Hong Kong offering documents of the Company will be revised to reflect the above changes and will be available free of charge at www.schroders.com.hk¹ or upon request from the Hong Kong Representative of the Company, Schroder Investment Management (Hong Kong) Limited.

Costs and expenses in respect of the changes

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

Redeeming or switching your shares to another Schroders fund

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 authorized by the Securities and Futures Commission ("**SFC**")² before the changes become effective you may do so at any time up to and including the dealing cut-off at 5:00 p.m. Hong Kong time on **29 October 2021**. Please ensure that your redemption or switch instruction reaches the Hong Kong Representative before this deadline. We will execute your redemption or switch instructions in accordance with the provisions of the Company's Hong Kong offering documents, free of charge, although in some countries local paying agents, correspondent banks or similar agents might charge transaction fees. Local agents may also have a local dealing cut-off which is earlier than that described above, so please check with them to ensure that your instructions reach the Hong Kong Representative before the dealing cut-off at 5:00 p.m. Hong Kong time on **29 October 2021**.

Enquiries

If you have any questions or would like more information, please contact your usual professional advisor or the Hong Kong Representative at Level 33, Two Pacific Place, 88 Queensway, Hong Kong or calling the Schroders Investor Hotline on (+852) 2869 6968.

The Board of Directors

¹ This website has not been reviewed by the SFC.

² 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.

此乃重要函件，務請閣下垂閱。閣下如對本函件的內容有任何疑問，應尋找獨立專業顧問的意見。施羅德環球基金系列的管理公司 Schroder Investment Management (Europe) S.A.就本函件所載資料之準確性承擔全部責任，並在作出一切合理查詢後確認，盡其所知所信，本函件並無遺漏足以令本函件的任何陳述具誤導成分的其他事實。

親愛的股東：

施羅德環球基金系列 - 中國優勢（「本基金」）

我們茲致函通知閣下，本基金獲准許對中國A股的投資參與將由少於30%的資產（以淨額計算）直接或間接（例如通過參與票據）投資於中國A股，提高至少於50%的資產（以淨額計算）直接或間接（例如通過參與票據）投資於中國A股，並由2021年11月1日起生效。

因此，在此調整後：

- (i) 本基金可直接投資於中國B股和中國H股，亦可將少於50%的資產（以淨額計算）直接或間接（例如通過參與票據）通過滬港股票市場交易互聯互通機制及深港股票市場交易互聯互通機制（統稱「互聯互通機制」）；合格境外投資者（「QFI」）制度（前稱人民幣合格境外機構投資者（RQFII）制度）；及受監管市場（定義見施羅德環球基金系列（「本公司」）的發行章程）投資於中國A股。為免生疑問，本基金將繼續透過投資於金融工具（例如中國市場連接產品）以及其他透過QFI資格投資於中國的基金，尋求間接投資於中國A股。
- (ii) 本基金不擬將本基金資產淨值的50%或以上直接及間接投資於中國A股及中國B股。

原因

近年，目標基準內在中國內地證券交易所上市的中國公司的指數成份所佔比重已提高，因此本基金必須增加對中國A股的投資以取得更大持倉。

建議更改的影響

除上文所披露者外，(i)本基金的所有其他主要特點（包括香港發售文件所載應就本基金收取的費用）將維持不變，惟本基金將須承受QFI風險等額外主要風險及與投資於中國境內股本證券相關的更多風險（例如與中華人民共和國相關的風險及與經互聯互通機制投資相關的風險）則除外；及(ii)本基金的營運及／或管理方式亦不會有任何重大變更。預期有關更改不會對現有投資者的權利或權益造成重大損害。

本公司的香港發售文件將作出修訂，以反映上述變更，並將可於www.schroders.com.hk¹ 免費查閱或向本公司香港代表人施羅德投資管理（香港）有限公司索取。

有關更改的費用及開支

因作出有關更改而直接招致的任何費用及開支，將由本公司的管理公司 Schroder Investment Management (Europe) S.A. 承擔。

將閣下的股份贖回或轉換至其他施羅德基金

我們希望在此等更改後，閣下仍將選擇投資於本基金，但如閣下有意在更改生效前將閣下在本基金的持股贖回或轉換至本公司其他獲證券及期貨事務監察委員會（「證監會」）認可²的子基金，則閣下可於2021年10月29日（包括該日在內）下午5時正（香港時間）交易截止時間前任何時間進行有關贖回或轉換。請確保閣下的贖回或轉換指示於此截止時間前送抵香港代表人。我們將根據本公司的香港發售文件的條款免費執行閣下的贖回或轉換指示，惟在某些國家，當地付款代理人、往來銀行或類似代理人可收取交易費用。當地代理人亦可實施一個較上述時間為早的當地交易截止時間，故請與該等代理人確定，以確保閣下的指示可於2021年10月29日下午5時正（香港時間）交易截止時間前送抵香港代表人。

¹ 該網站未經證監會審閱。

² 證監會的認可並非對計劃作出推薦或認許，亦非對計劃的商業利弊或其業績表現的保證。證監會的認可不表示計劃適合所有投資者，或認許計劃適合任何特定投資者或某類別投資者。

查詢

閣下如有任何疑問或需要更多資料，請聯絡閣下常用的專業顧問或香港代表人（地址為香港金鐘道 88 號太古廣場二座 33 字樓）或致電施羅德投資熱線電話(+852) 2869 6968 查詢。

董事會

2021 年 9 月 28 日