

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 (Hong Kong) Limited being the manager of the following funds 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 our knowledge and belief there are no other facts the omission of which would make any statement misleading.

Unless otherwise stated herein, capitalised terms in this letter shall have the same meaning(s) as defined in the explanatory memorandum ("**Explanatory Memorandum**") of each Fund.

13 March 2023

Dear Unitholder

Schroder Unit Trusts

- **Schroder Balanced Investment Fund**
 - **Schroder Capital Stable Fund**
 - **Schroder Growth Fund**
 - **Schroder Stable Growth Fund**
- (each a "Fund", collectively, "Funds")

We are writing to inform you of the following updates relating to the Funds, which are summarised below.

A. Updates in relation to investments in insurance-linked securities ("ILS") and ILS-related products

With effect from 13 March 2023 ("**Effective Date**"), the investment policies of the Funds will be updated to provide that each Fund may invest up to 10% of its net asset value in ILS, such as catastrophe bonds, issued outside Hong Kong and/or any ILS-related products, such as derivatives or structured products whose returns are linked to the performance of any ILS and collective investment schemes whose investment objective or principal investment strategy is investing in ILS. For the avoidance of doubt, the Funds will not invest in ILS issued in Hong Kong and their repackaged products and derivatives.

As a result of the Funds' investments in ILS and ILS-related products, the Funds may be subject to the following risks:

Insurance-linked securities/ catastrophe bonds risks

Insurance-linked securities may incur severe or full losses as a result of insurance events such as natural, man-made or other catastrophes.

A Fund could invest in catastrophe bonds which may lose part or all of their value in case a trigger event occurs (e.g. natural disasters or financial or economic failures).

Catastrophes can be caused by various events, including, but not limited to, hurricanes, earthquakes, typhoons, hailstorms, floods, tsunamis, tornados, windstorms, extreme temperatures, aviation accidents, fires, explosions and marine accidents. The incidence and severity of such catastrophes are inherently unpredictable, and the Fund's losses from such catastrophes could be material. Any climatic or other event which might result in an increase in the likelihood and/or severity of such events (for example, global warming leading to more frequent and violent hurricanes) could have a material adverse effect on the Fund's holdings of such securities.

Although a Fund's exposure to such events will be limited and diversified in accordance with its investment objective, a single catastrophic event could affect multiple geographic zones and lines of business or the frequency or severity of catastrophic events could exceed expectations, either of which could have a material adverse effect on the Fund's holdings of such securities.

The loss amount is defined in the terms of the catastrophe bond and may be based on losses to a company or industry, modelled losses to a notional portfolio, industry indices, readings of scientific instruments or certain other parameters associated with a catastrophe rather than actual losses. The modelling used to calculate the probability of a trigger event may not be accurate or may underestimate the likelihood of the trigger event occurring which may increase the risk of loss.

Catastrophe bonds may provide for extensions of maturity which may increase volatility and may be rated by credit ratings agencies on the basis of how likely it is that the trigger event will occur. Catastrophe bonds have typically have a below investment grade credit rating (or considered equivalent if they are unrated).

B. Updates in relation to currency conversion service

The disclosures in the Explanatory Memoranda relating to currency conversion for any payments to or from the relevant Fund for subscription, redemption or switching of units will be updated and streamlined. For the avoidance of doubt, the risk and cost of currency conversion and other related charges and expenses will be borne by the relevant investor.

C. Implications on unitholders

Save as described above, all other key features of the Funds, including fee levels, fee structures, and the ways the Funds are managed in practice remain unchanged. The updates set out above do not amount to any material change to the Funds. There will be no material change or increase in the overall risk profile of the Funds following the updates, and the updates do not have any material adverse impact on unitholders' rights or interests.

D. Amendments to the offering documents

The Explanatory Memoranda and Product Key Facts Statements of the Funds will be revised to reflect the relevant updates set out above, and other miscellaneous or general updates. The latest offering documents of the Funds are available at our website

(www.schroders.com.hk)¹ or upon request from our office (Level 33, Two Pacific Place, 88 Queensway, Hong Kong) free of charge.

E. Enquiry

If you would like more information, please contact your usual professional advisor or Schroders Investor Hotline on (+852) 2869 6968.

Schroder Investment Management (Hong Kong) Limited

¹ The website has not been reviewed by the SFC.

施羅德投資管理（香港）有限公司
香港金鐘道 88 號太古廣場二座 33 字樓

Tel 電話：+852 2521 1633 Fax 傳真：+852 2530 9095
www.schroders.com.hk

重要提示：此乃重要函件，務須閣下即時垂注。閣下如對本函件之內容有任何疑問，應尋求獨立專業意見。以下各基金的經理人施羅德投資管理（香港）有限公司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。

除非本文另有指明，否則本函件中所用的特定詞彙與各基金的說明書（「說明書」）所界定者具相同涵義。

親愛的單位持有人：

施羅德單位信託基金

- 施羅德組合投資基金
 - 施羅德資本平穩基金
 - 施羅德增長基金
 - 施羅德平穩增長基金
- （各稱及統稱「基金」）

我們茲致函通知閣下以下有關基金的更新，有關更新概述如下。

A. 有關投資於保險相連證券（「ILS」）及 ILS 相關產品的更新

由 2023 年 3 月 13 日（「生效日」）起，基金的投資政策將作出更新，以規定各基金可將其最多 10% 的資產淨值投資於在香港以外地區發行的 ILS（例如災難債券）及／或任何 ILS 相關產品（例如其收益與任何 ILS 表現掛鈎的衍生工具或結構性產品及其投資目標或主要投資策略是投資於 ILS 的集體投資計劃）。為免生疑問，基金不會投資於在香港發行的 ILS 及其重新包裝的產品及衍生工具。

由於基金投資於 ILS 及 ILS 相關產品，基金可能面臨以下風險：

保險相連證券／災難債券風險

保險事件如天然、人為或其他災難可對保險相連證券造成嚴重或完全損失。

基金可投資於一旦發生觸發事件（即自然災害或金融或經濟失誤）則可能會損失部份或全部價值的災難債券。

災難可由各種事件造成，包括但不限於颶風、地震、颱風、雹暴、水浸、海嘯、龍捲風、暴風、極端氣溫、空難、火災、爆炸和海難。該等災難的發生和嚴重性本身難以預計，基金因該等災難蒙受的損失可以十分嚴重。任何氣候或其他事件可能增加該等事件發生的可能性及／或嚴重性（如全球暖化導致颶風更頻密和更猛烈），其將對基金於該等證券的持股造成重大不利影響。

縱使基金於該等事件的風險將根據其投資目標而被限制及分散，然而某單一災難事件可以影響多個地區和行業，或者災難事件發生的頻密度或嚴重性可以超出預期，以上任何一種事件皆可對基金於該等證券的持股造成重大不利影響。

損失金額以災難債券層面界定，可能以公司或行業的損失、名義投資組合的模擬損失、行業指數、科學工具的讀數或與災難相關的若干其他參數為基礎，而非實際損失。用於計算觸發事件概率的模型可能不準確或可能低估觸發事件發生的可能性，這可能會增加損失風險。

災難債券或會延長到期期限，這可能會增加波動性，且信用評級機構可能會根據觸發事件將予發生的可能性而對其進行評級。災難債券的信貸評級通常低於投資級別（如未獲評級，則被視為同等信貸評級）。

B. 有關貨幣兌換的更新

說明書中有關就認購、贖回或轉換單位而向相關基金付款或從相關基金中收取款項的貨幣兌換披露將作出更新及簡化。為免生疑問，貨幣兌換的風險及成本及其他相關收費及開支將由相關投資者承擔。

C. 對單位持有人的影響

除上文所述者外，基金的所有其他主要特點，包括費用水平、收費結構及基金的實際管理方式維持不變。上述更新不會構成基金的任何重大變更。作出更新後基金的整體風險概況將不會出現重大變更或加劇，且更新不會對單位持有人的權利或權益造成任何重大不利影響。

D. 對發售文件的修訂

為反映上述相關更新及其他雜項或一般更新，說明書及基金的產品資料概要將會作出修訂。基金的最新發售文件可在網站 (www.schroders.com.hk) ¹查閱或向本公司的辦事處（香港金鐘道 88 號太古廣場二座 33 字樓）免費索取。

E. 查詢

如閣下需要更多資料，請聯絡閣下常用的專業顧問或致電施羅德投資熱線電話：(+852)2869 6968 查詢。

施羅德投資管理（香港）有限公司

2023 年 3 月 13 日

¹此網站未經證監會審閱。