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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.

The directors of Schroder International Selection Fund accept full responsibility for the accuracy of the information contained in this letter and confirm, 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.

8 July 2016

Dear Shareholder,

**Schroder International Selection Fund — Japanese Equity Alpha
merger with Schroder International Selection Fund — Japanese Equity**

We are writing to advise you that a fund in which you are invested is due to receive assets from another fund through a merger. This merger is not expected to have any impact on your investment. The size of the merging fund represents only 0.7% of the fund in which you are invested. We have provided full details of this merger below.

On 17 August 2016 (the **Effective Date**), Schroder International Selection Fund — Japanese Equity Alpha (the **Merging Fund**) will merge into Schroder International Selection Fund — Japanese Equity (the **Receiving Fund**) (the **Merger**). The Receiving Fund will continue to exist following the Merger. Dealing in the Receiving Fund will not be interrupted by the Merger.

The Merger was authorised by the Commission de Surveillance du Secteur Financier on **25 January 2016**.

We believe that the Receiving Fund will provide the Merging Fund's shareholders with access to similar capital growth potential with a similar risk profile but at a lower ongoing charge due to larger fund size.

Impact on the Receiving Fund's investment portfolio and performance

We do not foresee any material impact on the Receiving Fund's investment portfolio or performance as a result of the Merger. Prior to the Merger, the Merging Fund will dispose of any assets which do not fit well in the Receiving Fund's investment portfolio or which cannot be held due to investment restrictions and the Receiving Fund will continue to be managed according to its current investment objective and policy. The Receiving Fund's investment portfolio will not need to be rebalanced before or after the Merger.

Expenses and costs of the Merger

The expenses incurred in the Merger, including the legal, audit and regulatory charges will be borne by Schroder Investment Management (Luxembourg) S.A. (the **Management Company**), the management company of Schroder International Selection Fund (the **Company**). The Merging Fund will bear the market-related transaction costs associated with the disposal of any investments that would not fit well in the Receiving Fund.

Exchange ratio, treatment of accrued income and consequences of the Merger

On the Effective Date, the net assets of the Merging Fund will be transferred to the Receiving Fund. For the shares of each class that they hold in the Merging Fund, shareholders of the Merging Fund will receive an equal amount by value of shares of the corresponding class in the Receiving Fund, calculated at the net asset value per share of the Merging Fund and the Receiving Fund on the Effective Date.

Any accrued income relating to the Merging Fund's shares at the time of the Merger will be included in the calculation of the final net asset value per share of the Merging Fund and will be accounted for after the Merger in the net asset value per share of the Receiving Fund.

Rights of shareholders to redeem/switch

As a shareholder in the Receiving Fund, if you do not wish to continue to hold your shares after the Merger, you have the right to redeem your holding or to switch into another Schroder fund authorized by the Securities and Futures Commission¹ at any time up to and including the dealing day on 17 August 2016. If you would like more information about other funds available in the Schrodgers fund range please contact your local Schrodgers office or your usual professional adviser or Schrodgers Investor Hotline on (+852) 2869 6968.

We will execute your redemption or switch instructions in accordance with the provisions of the prospectus of the Company free of charge. Please note that some distributors, paying agents, correspondent banks or similar agents might charge you transaction fees. Please also note that they might have a different dealing cut-off which is earlier than that described above, so please check with them to ensure that your instructions reach Schroder Investment Management (Hong Kong) Limited (the **Representative**) in Hong Kong before the 5.00 p.m. Hong Kong time dealing cut-off on 17 August 2016.

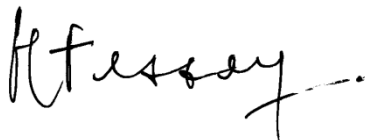
Redemptions or switches might affect the tax status of your investment. We therefore recommend that you seek independent professional advice in these matters.

Further information

An audit report will be prepared by the approved statutory auditor of the Company in relation to the Merger and will be available free of charge upon request from the Management Company.

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

Yours faithfully,



Noel Fessey
Authorised Signatory



Nathalie Wolff
Authorised Signatory

¹ 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.

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此乃重要函件，務請閣下垂閱。閣下如對本函件的内容有任何疑問，應尋找獨立專業顧問的意見。施羅德環球基金系列的董事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 - 日本進取股票 與施羅德環球基金系列 - 日本股票的合併

我們來信通知閣下，閣下投資的基金將因一項合併而會接收另一基金的資產。預期此合併不會對閣下的投資造成任何影響。將會合併的基金資產僅佔閣下投資的基金的 **0.7%**。我們已將此合併的詳情列載如下。

於 **2016 年 8 月 17 日（生效日）**，施羅德環球基金系列 - 日本進取股票（**合併方基金**）將會合併至施羅德環球基金系列 - 日本股票（**接管方基金**）（**合併**）。接管方基金在合併後將繼續存在，其交易不會因合併而中斷。

合併已於 **2016 年 1 月 25 日** 獲盧森堡金融業管理局（**Commission de Surveillance du Secteur Financier**）認可。

我們相信接管方基金將會以類似的風險概況但較低的經常性開支（因基金的規模較大），為合併方基金股東提供更佳資本增值潛力。

對接管方基金之投資組合和表現的影響

我們預計合併對接管方基金之投資組合或表現不會造成任何重大影響。合併方基金將於合併前出售任何不符合接管方基金投資組合或因投資限制而不能持有的資產。接管方基金將繼續依照現時的投資目標和政策管理。無論合併之前或以後，接管方基金的投資組合均毋須重新調整。

合併的開支和費用

合併引致的開支，包括法律、審計和監管機構費用，將由施羅德環球基金系列（**本公司**）的管理公司 **Schroder Investment Management (Luxembourg) S.A.**（**管理公司**）承擔。因出售任何不符合接管方基金的投資而引致的市場相關交易費用，將由合併方基金承擔。

兌換比率、累計收入的處理和合併的後果

生效日當天，合併方基金的淨資產將轉讓至接管方基金。持有合併方基金各類別股份的股東，將收到對應之接管方基金相同股份類別同等價值的股份。股份價值以合併方基金和接管方基金在生效日當天的每股資產淨值計算。

有關合併方基金股份在合併當時的任何累計收入，將算入合併方基金的最後每股資產淨值計算內，並將在合併後算入接管方基金的每股資產淨值。

股東贖回／轉換股份的權利

閣下作為接管方基金的股東如無意在合併後繼續持有股份，有權於直至 **2016 年 8 月 17 日**（包括該日的交

易日) 任何時間贖回閣下之股份或將持股轉換至另一項獲香港證券及期貨事務監察委員會認可¹的施羅德基金。如閣下有意索取更多有關施羅德基金系列中可供認購的其他基金的資料，請聯絡閣下當地的施羅德辦事處或閣下慣常聯絡的專業顧問或致電施羅德投資熱線：(+852) 2869 6968。

我們將按本公司發行章程的條款免費執行閣下的贖回或轉換指示。請注意，某些配售商、收付代理人、往來銀行或類似代理人可能向閣下收取交易費用。亦請注意，他們的交易截止時間可能較上述的交易截止時間為早，故請閣下向他們查詢，以確保閣下的指示可於 2016 年 8 月 17 日交易截止時間下午 5 時正（香港時間）前送達施羅德投資管理（香港）有限公司（代表人）。

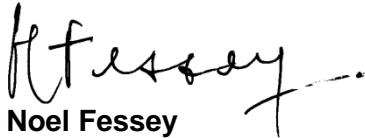
贖回或轉換股份可能會影響閣下的投資稅務狀況。因此，我們建議閣下就該等事宜尋求獨立專業顧問的意見。

額外資料

本公司的核准法定核數師將就合併預備一份審計報告。閣下可向管理公司免費索取該份審計報告。

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


此致



Noel Fessey

授權簽署

謹啟



Nathalie Wolff

授權簽署

2016 年 7 月 8 日

¹證監會認可並非對計劃的推薦或認許，亦不是對計劃的商業利弊或其表現作出保證。該認可並不表示該計劃適合所有投資者，或認許該計劃適合任何特定投資者或投資者類別。