

**12 July 2022**

Dear Shareholder,

## **Schroder International Selection Fund (the "Company") – Global Multi-Asset Balanced (the "Fund")**

We are writing to inform you that on 16 August 2022 (the "Effective Date") the investment objective of the Fund will change, the target benchmark will be removed and a comparator benchmark will be introduced.

### **Background and rationale**

Following a review, we have decided to change the investment objective by removing the target benchmark and the volatility target of the Fund. We believe these changes are in line with investor expectations and will ensure the Fund remains competitive within its peer group.

In addition, client feedback suggests that the Fund is generally compared against the Morningstar EUR Cautious Allocation – Global Category and as a result the Fund will adopt this as its formal comparator.

### **Investment objective change**

From the Effective Date the Fund's investment objective will change from:

"The Fund aims to provide capital growth and income in excess of 3 month Euribor (or an alternative reference rate) +3% per annum before fees have been deducted\* over a three to five year period by investing in a diversified range of assets and markets worldwide. The Fund aims to provide a volatility (a measure of how much the Fund's returns vary over a year) of 4-7% per annum. The Fund is designed to participate in rising markets whilst aiming to limit losses to a maximum of 10% of the value of the Fund, over a rolling 12-month period. The limitation of losses cannot be guaranteed."

To:

"The Fund aims to provide capital growth and income over a three to five year period after fees have been deducted by investing in a diversified range of assets and markets worldwide."

### **Comparator Benchmark**

From the Effective Date the Morningstar EUR Cautious Allocation – Global Category will become the Fund's comparator.

The extent of the change to the risk/reward profile of the Fund as a result of these changes is non-significant.

All other key features of the Fund, including the synthetic risk and return indicator (the SRRI) and fees, will remain the same.

### **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 before the changes become effective you may do so at any time up to and including deal cut-off on 15 August 2022. 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 given above.

You can find the Fund's updated key investor information document (the KIID) for the relevant share class and the Fund's Prospectus at [www.schroders.lu](http://www.schroders.lu).

If you have any questions or would like more information about Schroders' products please visit [www.schroders.com](http://www.schroders.com) or contact your local Schroders 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 codes of the Share Classes impacted by these changes:

<b>Share class</b>	<b>Share class currency</b>	<b>ISIN code</b>
A Accumulation	EUR	LU0776414087
A Distribution	EUR	LU0776414756
A1 Accumulation	EUR	LU0776414160
A1 Distribution	EUR	LU0776414830
A1 Distribution	EUR	LU2419419499
B Accumulation	EUR	LU0776414244
B Distribution	EUR	LU0776414913
C Accumulation	EUR	LU0776414327
C Distribution	EUR	LU1725192618
I Accumulation	EUR	LU0776414590
IZ Accumulation	EUR	LU2016217049
A Accumulation	CHF Hedged	LU0776415050
C Accumulation	CHF Hedged	LU0776415134
I Accumulation	CHF Hedged	LU1056829721
A1 Accumulation	GBP Hedged	LU0776415217
A Accumulation	NOK Hedged	LU1252709214
A Accumulation	SEK Hedged	LU0776415308
C Accumulation	USD Hedged	LU0776415563