

5 December 2022

Dear Sir/Madam

## **Schroder Income Maximiser (the "Fund"): Investment Policy change**

We are writing to inform you of clarificatory changes to the Fund, in which you are invested.

### **Proposed changes and rationale**

With effect from 13 January 2023 (the "Effective Date"), we will include additional wording within the investment policy to more clearly define how the Fund is managed. The wording explains that:

- the Fund uses a "value" style approach, which means that the Investment Manager seeks to identify companies that it believes have been undervalued by the market, from looking at indicators such as cash flows, dividends and earnings.

There will be no change to the way that the Fund is managed or its risk profile as a result of these changes.

These changes do not require unitholder approval and you do not need to take any action, however, we encourage you to read this letter as it contains important information about your investment.

Please see the Appendix to this letter for a table comparing the Fund's current investment policy to the Fund's investment policy from the Effective Date.

The Fund and unit classes affected are shown in the Appendix.

### **Your options**

We hope that you will remain invested in the Fund, but you are entitled to switch your units in the Fund for shares or units in another Schroders fund, free of any initial charge, at any time before the Effective Date.

### **Costs**

The costs and expenses of the change will be borne by Schroder Unit Trust Limited.



## Further information

If you have any questions or concerns about the changes, please contact your financial adviser. If you do not have a financial adviser, you can find one in your area by visiting [www.unbiased.co.uk](http://www.unbiased.co.uk) or calling a member of our Investor Services Team on the number in the letterhead. Please be aware that Schroders does not offer investment advice.

Yours faithfully



**Paul Truscott**

**Director**

**Schroder Unit Trusts Limited**

## Appendix: Schroder Income Maximiser

### Comparison table:

Current Investment Policy	Investment Policy from the Effective Date
<p>The Fund is actively managed and invests at least 80% of its assets in equity and equity related securities of UK companies which are selected for their long term income and capital growth potential. These are companies that are incorporated, headquartered or have their principal business activities in the UK.</p> <p>To seek to enhance the yield, the Investment Manager selectively sells short dated call options over individual securities, portfolios of securities or indices held by the Fund, by agreeing strike prices above which potential capital growth is sold.</p> <p>The Fund may also invest directly or indirectly in other securities (including in other asset classes), countries, regions, industries or currencies, collective investment schemes (including Schroder funds), warrants and money market instruments, and hold cash.</p> <p>The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently (for more information please refer to section 6 of Appendix I of the Prospectus).</p> <p>The Fund's investment strategy will typically underperform a similar portfolio without derivatives in periods when the underlying stock prices are rising, and outperform when the underlying stock prices are falling.</p>	<p>The Fund is actively managed and invests at least 80% of its assets in equity and equity related securities of UK companies, which are selected for their long term income and capital growth potential. These are companies that are incorporated, headquartered or have their principal business activities in the UK.</p> <p><b>The Fund focuses on companies that have certain "Value" characteristics. Value is assessed by looking at indicators such as cash flows, dividends and earnings to identify securities which the Investment Manager believes have been undervalued by the market.</b></p> <p>To seek to enhance the yield, the Investment Manager selectively sells short dated call options over individual securities, portfolios of securities or indices held by the Fund, by agreeing strike prices above which potential capital growth is sold.</p> <p>The Fund may also invest directly or indirectly in other securities (including in other asset classes), countries, regions, industries or currencies, collective investment schemes (including Schroder funds), warrants and money market instruments, and hold cash.</p> <p>The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently (for more information please refer to section 6 of Appendix I of the Prospectus).</p> <p>The Fund's investment strategy will typically underperform a similar portfolio without derivatives in periods when the underlying stock prices are rising, and outperform when the underlying stock prices are falling.</p>

**Unit classes:**

Fund Name	Inc / Acc	Class	ISIN
Schroder Income Maximiser	Accumulation	A	GB00B0HWHK75
Schroder Income Maximiser	Income	A	GB00B0HWJ904
Schroder Income Maximiser	Accumulation	L	GB00BDD2DZ99
Schroder Income Maximiser	Income	L	GB00BDD2F083
Schroder Income Maximiser	Income	S	GB00BGCC3178
Schroder Income Maximiser	Accumulation	Z	GB00B5B0KM51
Schroder Income Maximiser	Income	Z	GB00B53FRD82
Schroder Income Maximiser	Income	C	GB00BF785286

