

22 December 2022

Dear Sir/Madam

Schroder MM Diversity Fund (the "Fund"): Investment Policy changes

We are writing to inform you of planned changes to the wording of the Investment Policy of the Fund, in which you are invested.

Changes and rationale

With effect from 28 February 2023 (the "Effective Date"), the following changes will be made to the investment policy:

- The Fund invests one third of its assets in equity and equity related securities; one third in fixed and floating rate securities, money market instruments and cash; and one third in alternative assets. The new wording explains that the Fund is permitted a limited degree (+/-5%) of divergence from the one third limit in respect of the equity and equity related securities category and the alternative assets category, and (+/-10%) of divergence in respect of the fixed and floating rate securities, money market instruments and cash category.
- We will also remove the reference to such investment limits applying "in normal market conditions" only. A statement on the potential impact of adverse market conditions on a fund's ability to comply with its investment thresholds can be found at the start of Appendix III in the Fund's prospectus.

The nature, purpose and risk profile of the Fund will not change as a result of these changes. The changes do not require unitholder approval and you do not need to take any action as a result of this letter; 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 shares 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 changes will be borne by Schroder Unit Trusts 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 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 MM Diversity Fund

Comparison table:

Current Investment Policy	Investment Policy from the Effective Date
<p>The Fund is actively managed and invests its assets indirectly through collective investment schemes, exchange traded funds, real estate investment trusts and closed ended funds in equity and equity related securities, fixed and floating rate securities and alternative assets worldwide. Alternative assets may include hedge funds, real estate, private equity and commodities.</p> <p>The Fund may also invest directly in equity and equity related securities and fixed and floating rate securities. The Fund may directly or indirectly invest in money market instruments, and may hold cash.</p> <p>The Fund may invest up to 100% of its assets in collective investment schemes (including other Schroder funds).</p> <p>In normal market conditions, the Fund invests (directly or indirectly) one third of its assets in equity and equity related securities, one third in fixed and floating rate securities, money market instruments and cash, and one third in alternative assets.</p> <p>The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently (for more information please refer to Section 10. "Derivatives and Forward Transactions" of Appendix 1 of the Prospectus).</p>	<p>The Fund is actively managed and invests its assets indirectly through collective investment schemes, exchange traded funds, real estate investment trusts and closed ended funds in equity and equity related securities, fixed and floating rate securities and alternative assets worldwide. Alternative assets may include hedge funds, real estate, private equity and commodities.</p> <p>The Fund may also invest directly in equity and equity related securities and fixed and floating rate securities. The Fund may directly or indirectly invest in money market instruments, and may hold cash.</p> <p>The Fund may invest up to 100% of its assets in collective investment schemes (including other Schroder funds).</p> <p>The Fund invests (directly or indirectly) one third of its assets in equity and equity related securities, one third in fixed and floating rate securities, money market instruments and cash, and one third in alternative assets. The Fund may deviate from this by up to 5% of assets (+/-) for equity and equity related securities and alternative assets, and by up to 10% of assets (+/-) for fixed and floating rate securities, money market instruments and cash.</p> <p>The Fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently (for more information please refer to Section 10. "Derivatives and Forward Transactions" of Appendix 1 of the Prospectus).</p>

Unit classes:

Fund Name	Inc / Acc	Class	ISIN
Schroder MM Diversity Fund	Accumulation	A	GB0031549263
Schroder MM Diversity Fund	Income	A	GB0031537300
Schroder MM Diversity Fund	Accumulation	Q	GB00B4VRVF95
Schroder MM Diversity Fund	Income	S	GB00BDRZNT82
Schroder MM Diversity Fund	Accumulation	Z	GB00B60CZD52
Schroder MM Diversity Fund	Income	Z	GB00B602JM21
Schroder MM Diversity Fund	Accumulation	T	GB00BWWD2712
Schroder MM Diversity Fund	Accumulation	S	GB00BDRZNS75

