

Schroder International Selection Fund
Société d'Investissement à Capital Variable
5, rue Höhenhof, L-1736 Senningerberg
Grand Duchy of Luxembourg

Tel: +352 341 342 202
Fax: +352 341 342 342

12 July 2024

Dear Shareholder,

Schroder International Selection Fund (the "Company") – EURO Credit Conviction Short Duration (the "Fund")

We are writing to inform you that on 15 August 2024 (the "Effective Date") the risk management method of the Fund will change from absolute Value at Risk ("VaR") to relative VaR and the level of expected leverage will decrease from 300% of the total net assets to 150% of the total net assets.

Background and rationale

In September 2023, the Fund was restructured from Schroder ISF EURO Credit Absolute Return to Schroder ISF EURO Credit Conviction Short Duration. As part of this restructure, the target benchmark was changed from "absolute return" (providing positive absolute returns over rolling 12-month periods) to income and capital growth in excess of the ICE BofA 1-5 Year BBB Euro Corporate total return index over a three to five year period after fees have been deducted.

Upon further review, we believe that changing the risk management method from absolute VaR to relative VaR and adjusting the expected level of leverage will bring it into line with the new structure of the Fund.

Full details of the changes being made to the Fund's details in the prospectus can be viewed in the appendix to this letter.

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

All other key features of the Fund, including the relevant risk indicator 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 Effective Date you may do so at any time up to and including deal cut-off on 14 August 2024. 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 information document (the KID) for the relevant share class and the Company's prospectus at www.schroders.com.

If you have any questions or would like more information about Schroders' products please visit 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

Deleted wording is struck-through. New wording is shown in bold.

Current Risk Management Method / Leverage	New Risk Management Method / Leverage
<p>Risk Management Method</p> <p>Absolute Value-at-Risk (VaR)</p> <p>Expected Leverage</p> <p>300% of the total net assets</p> <p>The expected level of leverage may be higher when there is unusually high or low volatility.</p> <p>This Fund is not a leveraged financial instrument</p> <p>The Fund utilises financial derivative instruments for investment purposes and the global exposure is monitored under the absolute VaR approach in line with UCITS Risk Measurement Rules. Whilst these instruments generate leverage, the Fund itself is not a leveraged financial instrument as further described in the MIFID Directive. For further details on the absolute VaR approach please see Appendix 1. In addition to this regulatory restriction, Schroders implements internal controls on global exposure to constrain and/or highlight global exposure as appropriate.</p>	<p>Risk Management Method</p> <p>Absolute Value-at-Risk (VaR)</p> <p>Relative Value-at-Risk (VaR)</p> <p>VaR Benchmark</p> <p>ICE BofA 1-5 Year BBB Euro Corporate total return index</p> <p>This index tracks the performance of EUR denominated investment grade corporate debt publicly issued in the Eurobond or Euro member domestic markets.</p> <p>Expected Leverage</p> <p>300% of the total net assets</p> <p>The expected level of leverage may be higher when there is unusually high or low volatility.</p> <p>150% of the total net assets</p> <p>The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten.</p> <p>This Fund is not a leveraged financial instrument</p> <p>The Fund utilises financial derivative instruments for investment purposes and the global exposure is monitored under the absolute VaR approach in line with UCITS Risk Measurement Rules. Whilst these instruments generate leverage, the Fund itself is not a leveraged financial instrument as further described in the MIFID Directive. For further details on the absolute VaR approach please see Appendix 1. In addition to this regulatory restriction, Schroders implements internal controls on global exposure to constrain and/or highlight global exposure as appropriate.</p> <p>The Fund utilises financial derivative instruments for investment purposes and the global exposure is monitored under the relative VaR approach in line with UCITS Risk Measurement Rules. Whilst these instruments generate leverage, the Fund itself is not a leveraged financial instrument as further described in the MIFID Directive. For further details on the relative VaR approach please see Appendix 1. In addition to this regulatory restriction, Schroders implements internal controls on global exposure to constrain and/or highlight global exposure as appropriate.</p>

ISIN codes of share classes affected by the changes:

Share Classes	Share Class Currency	ISIN Code
A Distribution	EUR	LU1293075104
B Distribution	EUR	LU1476607079
C Distribution	EUR	LU1293075286
A Accumulation	EUR	LU1293074719
B Accumulation	EUR	LU1476606857
C Accumulation	EUR	LU1293074800
I Accumulation	EUR	LU1293074982
IZ Accumulation	EUR	LU1293075013
A Accumulation	CHF Hedged	LU1651856509
C Accumulation	CHF Hedged	LU1651856681