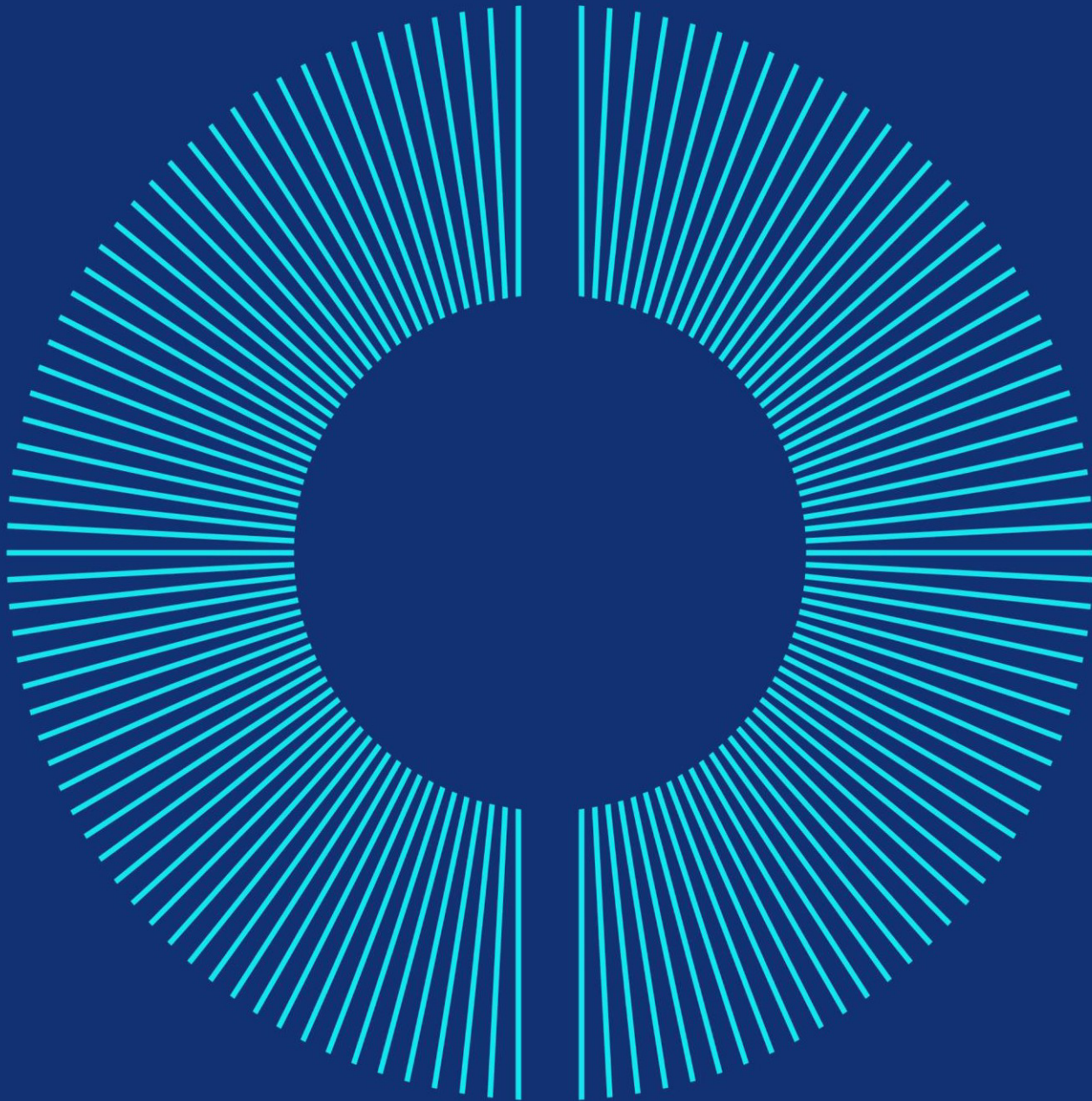


# Schroder European Alpha Plus Fund

Proposal for a Scheme of Arrangement to merge Schroder European Alpha Plus Fund into Schroder European Fund



This document is important and requires your immediate attention

**Schroders**

**This document is important and requires your immediate attention.**

If there is anything in this document that you do not understand or if you are in any doubt as to what action to take, you should consult a professional adviser.

Notice of a meeting of Unitholders of Schroder European Alpha Plus Fund (the “**Meeting**”) is set out at the end of this document. Should you wish to attend the meeting, the meeting is to be held at 09:00 UK time on 12 March 2025 at 1 London Wall Place, London, EC2Y 5AU.

If you wish to vote by proxy, you are requested to complete and return the enclosed form of proxy in accordance with the instructions printed on it, in the prepaid envelope provided, to arrive no later than 09:00 UK time on 10 March 2025.

If returning a form of proxy vote by post in the prepaid envelope provided is not possible, we may accept a form of proxy received via email, provided it has been completed correctly. To facilitate this, the form of proxy must be sent to [schroders@paragon-cc.com](mailto:schroders@paragon-cc.com) with a covering email stating that the sender accepts that they will be bound by the electronic form of proxy attached as though it had been delivered in hard copy in accordance with the Circular. The sender must also state that they agree to send a hard copy by post for our records as soon as reasonably possible.

If you require further information about the Meeting or the proposed Scheme of Arrangement set out in this Circular, please contact Schroder Investor Services (Tel. 0800 182 2399 or email [schrodersinvestor@hsbc.com](mailto:schrodersinvestor@hsbc.com)).

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## Glossary of Terms

Defined terms shall be as defined below or otherwise as defined in the Prospectus.

<b>Accumulation Unit</b>	a Unit or New Unit that accumulates the income arising in respect of that Unit so that it is reflected in the value of that Unit;
<b>Circular</b>	this document, including the Letter and the Appendices;
<b>COLL</b>	the Collective Investment Schemes Sourcebook, as amended from time to time and forming part of the FCA Rules;
<b>Effective Date</b>	27 March 2025, assuming that Unitholder approval is obtained at the Meeting, or if such approval is not achieved then the date of any Unitholder approval at any subsequent reconvened Unitholder meeting, or such subsequent date and time as may be agreed in writing between the Trustee and the Manager;
<b>Effective Time</b>	12:01 p.m. on the Effective Date;
<b>Extraordinary Resolution</b>	an extraordinary resolution of the Unitholders in the Merging Fund required to approve the implementation of the Scheme;
<b>FCA</b>	the Financial Conduct Authority;
<b>FCA Rules</b>	the FCA's Handbook of Rules and Guidance;
<b>Funds</b>	the Merging Fund and the Receiving Fund;
<b>Income Unit</b>	a Unit or New Unit that distributes its income;
<b>Letter</b>	the letter from Paul Truscott, a director of Schroder Unit Trusts Limited, detailing information about the proposed Merger;
<b>Manager</b>	Schroder Unit Trusts Limited, as authorised fund manager of the Funds;
<b>Meeting</b>	the extraordinary general meeting of Unitholders in the Merging Fund to be held at 1 London Wall Place, London, EC2Y 5AU at 09:00 UK time on 12 March 2025;



<b>Merger</b>	the merger of the Merging Fund into the Receiving Fund;
<b>Merging Fund</b>	Schroder European Alpha Plus Fund;
<b>Merging Fund Value</b>	the value of the property of the Merging Fund (excluding the Retained Amount) calculated on a mid-market basis, in accordance with the FCA Rules and the Prospectus as at 12:00 noon on the Effective Date;
<b>New Units</b>	New Units in the Receiving Fund to be issued to Unitholders following implementation of the merger of the Merging Fund under the Scheme, and “New Income Units” and “New Accumulation Units” shall be interpreted accordingly;
<b>Prospectus</b>	the SUTL UCITS Authorised Unit Trusts prospectus;
<b>Receiving Fund</b>	Schroder European Fund;
<b>Receiving Fund Value</b>	the value of the property of the Receiving Fund calculated on a mid-market basis, in accordance with the FCA Rules and the Prospectus as at 12:00 noon on the Effective Date;
<b>Retained Amount</b>	a sum estimated by the Manager after consultation with the Trustee, to be necessary to meet all the actual and contingent liabilities of the Merging Fund and which is to be retained by the Trustee as attributable to the Receiving Fund for the purpose of discharging such liabilities;
<b>Scheme or Scheme of Arrangement</b>	the scheme of arrangement for the merger of the Merging Fund into the Receiving Fund as described in Appendix 3 to this document;
<b>Small Balance Unitholders</b>	Unitholders with holdings of 0.01 of a Unit;
<b>Trustee</b>	the trustee of the Funds, being J.P. Morgan Europe Limited;
<b>Unit</b>	a Unit in the Merging Fund;
<b>Unitholder</b>	a holder of Units in the Merging Fund; and
<b>UCITS</b>	a UK UCITS, as defined by the FCA Glossary.

## Expected timetable for the proposed changes

Date at which investors must hold Units in order to be eligible to vote	05 February 2025
Dispatch Circular to Unitholders	12 February 2025 (Mailing date)
Last date and time for receipt of forms of proxy	10 March 2025
Meeting of Unitholders	12 March 2025 (Meeting date)
Result of Extraordinary Resolution published online	13 March 2025
<b><i>If the Extraordinary Resolution is passed</i></b>	
Last day and time by which valid instructions to buy or sell Units in the Merging Fund may be received	20 March 2025
Last dealing day for Units in the Merging Fund	20 March 2025
Any required restructure of the portfolio of the Merging Fund will begin	21 March 2025
Valuation of the assets of the Merging Fund	27 March 2025
Effective Date and time of Merger	27 March 2025
First dealing day for New Units in the Receiving Fund	28 March 2025

## **Schroder Unit Trusts Limited**

Registered No. 04191730

1 London Wall Place,  
London, EC2Y 5AU

Telephone: 0800 182 2399

Authorised and regulated by the Financial Conduct Authority

12 February 2025

### **To the Unitholders of Schroder European Alpha Plus Fund**

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Dear Unitholder

#### **Proposed Scheme of Arrangement to merge Schroder European Alpha Plus Fund into Schroder European Fund**

We, Schroder Unit Trusts Limited, are writing to you as the Manager of Schroder European Alpha Plus Fund to inform you of a proposal to merge Schroder European Alpha Plus Fund (the Merging Fund) into Schroder European Fund (the Receiving Fund) by way of a Scheme of Arrangement, which we refer to in this document as the Merger. You will have the opportunity to vote on the Merger proposal during the Meeting, or by proxy appointment of the Chairman, as detailed later in the Letter.

Unless otherwise defined in this Letter, capitalised terms have the meaning set out in the glossary at the start of the Circular.

If the proposal to conduct a Scheme of Arrangement is approved, Unitholders of the Merging Fund will receive New Units in the Receiving Fund (except for Small Balance Unitholders, whose holdings will be redeemed). In such case, once the Merger is effected, Unitholders' existing holdings in the Merging Fund will be cancelled and the Merging Fund will be wound up.

For Unitholders that hold 0.01 of a Unit in the Merging Fund (Small Balance Unitholders), we propose to redeem these holdings and pay the redemption proceeds out to the Small Balance Unitholders.

This Letter explains the reasons for, and the details of, the proposed changes which requires the approval of Unitholders and you will be asked to approve the proposal at an Extraordinary General Meeting of Unitholders, at 1 London Wall Place, London Wall,, London, EC2Y 5AU on 12 March 2025. Should you wish to attend the Meeting in person, you are requested to bring the proxy form along with a form of identification (such as a passport or driving license) to the Meeting. If you have any questions in the lead up to the Meeting or require further details about how to vote in person, including how to prove eligibility, please contact [schrodersinvestor@hsbc.com](mailto:schrodersinvestor@hsbc.com).

#### **Vote by Post:**

You can vote by post by completing the enclosed form of proxy and posting it in the provided prepaid envelope to:

Schroder Unit Trusts Limited,  
Paragon Customer Communications,  
Pallion Trading Estate,  
Sunderland  
SR4 6ST

Please consider the proposal carefully and return the enclosed form of proxy to us. **We must receive the completed form of proxy no later than 09:00 UK time on 10 March 2025 for your vote to count.**

### **Vote by Email:**

If returning a form of proxy vote by post in the provided prepaid envelope is not possible, we may accept a form of proxy received via email, provided it has been completed correctly.

To facilitate this, the form of proxy must be sent to [schroders@paragon-cc.com](mailto:schroders@paragon-cc.com) with a covering email stating that the sender accepts that they will be bound by the electronic form of proxy attached as though it had been delivered in hard copy in accordance with the Circular. The sender must also state that they agree to send a hard copy by post for our records as soon as reasonably possible.

### **Vote in Person:**

If attending the Meeting and voting in person, you are requested to bring the proxy form along with a form of identification (such as a passport or driving license) to the Meeting. For further details of how to vote in person, including how to prove eligibility, reach out to [schrodersinvestor@hsbc.com](mailto:schrodersinvestor@hsbc.com).

**A summary of the Scheme of Arrangement by which the Merger will be affected is set out in Appendix 3 to this Letter. The notice convening the Meeting is set out in Appendix 5.**

**The costs that are to be incurred as a result of the Merger, and who they are to be incurred by, are described in paragraph 5 below entitled "Costs and expenses".**

**If you are a Unitholder seven days before the date of this Letter, you will be entitled to vote on the proposed Merger. Please see the details above for how to vote.**

**If the Extraordinary Resolution is approved, the Scheme of Arrangement will be implemented regardless of whether you voted for or against it or voted at all.**

## **1. Background and reasons for the proposed Merger**

The Merging Fund was launched in 2003 with the aim of providing clients with an active Europe ex UK equity fund which aims to provide capital growth and income in excess of its benchmark (the FTSE World Series Europe ex UK (Gross Total Return) index). The Merger is being proposed as part of a strategic restructure of our UK domiciled Europe ex UK equity product range to rationalise the range and to ensure clear product differentiation.

In Schroders' UK domiciled fund range, there are currently five Europe ex UK equity funds which are focused on capital growth. This Merger will look to consolidate the Merging Fund and Receiving Fund, which both invest according to similar strategies focused on Europe ex UK equities.

Over the past few years, the Merging Fund has underperformed relative to its benchmark and peers. The portfolio AUM of the Merging Fund was near £300m at the end of 2018 and is now roughly £50m (as at 30 June 2024). The last three years have been particularly challenging, compounded by a narrow market where large cap companies have outperformed others materially, making it tougher to outperform the benchmark.

Both the Merging Fund and Receiving Fund are now managed by the same portfolio manager and seek exposure to similar asset classes, with a commonality of 79% (as at 30 June 2024) in the Funds' portfolios. The Merging Fund and the Receiving Fund also have the same investment objective and benchmark. We therefore believe that the appropriate course of action is to propose a Scheme of Arrangement, whereby Unitholders of the Merging Fund will receive New Units in the Receiving Fund, and Unitholders' existing holdings in the Merging Fund will be cancelled (except for Small Balance Unitholders, whose holdings will be redeemed).

The Merger will result in a single fund that is more likely to benefit from economies of scale.

## **Charges**

If the Merger is approved, all Unitholders in the Merging Fund will experience a decrease in the ongoing charge as the ongoing charge is less in the Receiving Fund. All fee changes can be found in Appendix 1 of this paper.

## **Comparison of the Merging Fund and Receiving Fund**

A side-by-side comparison of the Merging Fund and the Receiving Fund is set out in Appendix 1. The Key Investor Information Documents for the Merging Fund and Receiving Fund are also included in Appendix 6.

### **The similarities of the Merging Fund and the Receiving Fund are:**

- The Merging Fund and the Receiving Fund both use the FTSE World Series Europe ex UK (Gross Total Return) index as their target benchmark, which is a formal target which each Fund aims to outperform, and to assess performance against over a three-to-five-year period.
- Both the Merging Fund and Receiving Fund also share the same comparator benchmark, the IA OE Europe excl. UK.
- Both Funds are UK UCITS schemes which invest directly in equities of companies incorporated, headquartered or which have their principal business activities in Europe (please see comparison of investment objectives in Appendix 1 for more information).
- The Merging Fund and Receiving Fund have broadly comparable 3-year absolute volatilities (14.8% and 13.4% respectively), which is a measure of how much a fund's return may vary over a year.
- The Funds both have Synthetic Risk and Reward Indicators (a measure used to classify the risk of investment funds, ranging from 1 for the lowest risk category, to 7 for the highest risk category) of 6, meaning that both the Merging Fund and Receiving Fund are able to take higher risks in search of higher rewards and their prices may rise and fall accordingly.

For further details on the Merging Fund and the Receiving Fund, please refer to the Prospectus, which is available at <https://www.schroders.com/en-gb/uk/intermediary/fund-centre/#/fund/search/filter>.

### **Valuation point, accounting dates, income allocation and income objectives**

- Both the Merging Fund and Receiving Fund carry out a valuation of assets at 12:00 noon daily. To facilitate the Scheme of Arrangement, the final valuation of assets for the Merging Fund will be conducted at 12:00 noon on the Effective Date. The income allocation date for the merging fund is the 15th May and the annual accounting date is the 15th March. The income allocation date for the receiving fund is the 15th March and the annual accounting date is the 15th January.

A comparison of the accounting and allocation dates, income objectives and other relevant information is set out in Appendix 1.

### **Accounting period change if the Merger is approved**

- To simplify the Merger process, the current accounting period of the Merging Fund will end at 12:00 noon on the Effective Date and an additional distribution of income will take place of the income which has accrued from the end of the previous accounting period to the Effective Date.

This means that any income from the end of the previous accounting period to the Effective Date will be transferred out prior to the Merger taking effect. For Accumulation Units, the income will be transferred to the capital account and reflected in the value of New Accumulation Units to be issued in the Receiving Fund.



Following the Merger, the Trustee will proceed to wind-up the Merging Fund in accordance with the terms of its Prospectus and the FCA Rules. Wind-up accounts will be available on request.

## **2. Tax implications**

Any income paid to Unitholders will be within the charge to UK taxation and as such will be subject to UK tax.

### ***Capital Gains Tax***

Based on our understanding of current UK tax law applicable to UK resident taxpayers we will submit a tax clearance application to HM Revenue & Customs and we expect to receive their agreement that the exchange of the property of the Merging Fund for New Units in the Receiving Fund, will not constitute a disposal of Units for capital gains tax purposes. If it is confirmed that the exchange is not a disposal for capital gains tax purposes, your New Units will be deemed to have been acquired on the date you acquired Units in the Merging Fund for the same cost, and any tax you incur on the capital gains realised when you dispose of your New Units in the Receiving Fund, will be calculated on this basis.

If you are in any doubt about your tax position, or you are not a UK resident, you should consult a professional tax adviser.

### ***Stamp Duty***

It is our understanding that the proposed Merger will not constitute an agreement to transfer any chargeable securities involved in the transaction, and therefore no charge to Stamp Duty or Stamp Duty Reserve Tax should arise.

**The above statements as to taxation are based on legislation and HM Revenue & Customs practice as known at the date of this Letter. Levels and bases of, and reliefs from, taxation may change. They summarise the position for UK-resident investors generally. They do not cover the tax position of non-UK- resident Unitholders, nor cover liability to overseas taxes, nor apply to dealers in securities. Tax reliefs referred to are those currently available and their value depends on the individual circumstances of the investor. We do not accept liability should the tax legislation or HM Revenue & Customs practice or its interpretation change at any time. If you are in any doubt about how your taxation position may be affected, you should consult your professional adviser.**

## **3. ISA Holders**

If you hold Units in the Merging Fund through an ISA and the Merger is approved, the New Units that you will be issued will remain within your current ISA wrapper following the Merger. However, if Units within your ISA are redeemed, the proceeds will no longer have ISA status and will no longer benefit from a tax- exempt status; you will only be able to reinvest your unused ISA allowance from the current tax year. **If you are unsure about what to do, please consult a financial adviser.**

## **4. Issue of New Units under the Merger**

We set out below the classes of New Units which Unitholders will receive under the Merger (except for Small Balance Unitholders, whose holdings will be redeemed):

Existing Unit Classes in the Merging Fund	New Unit Class in the Receiving Fund to be issued under the Merger
A Accumulation	Z Accumulation
A Income	Z Income
L Accumulation	L Accumulation
L Income	L Income
S Income	S Income
Z Accumulation	Z Accumulation
Z Income	Z Income
Z Accumulation GBP Hedged	Z Accumulation GBP Hedged
Z Income GBP Hedged	Z Income GBP Hedged

For a full list of Unit classes available in the Receiving Fund, please see Appendix 1.

## 5. Costs and expenses

The costs and expenses of the proposed Merger will be paid by the Manager. These costs and expenses include the costs of preparing and implementing the Merger, of convening and holding the Meeting and the winding up of the Merging Fund, if the proposed Merger is approved. The Manager will also cover the audit costs of the Merger. The Manager will not seek reimbursement of such amounts from the property of the Merging Fund.

Any costs incurred in respect of restructuring the portfolio of the Merging Fund in preparation for the Scheme of Arrangement will be borne by that Fund. Given the high degree of portfolio commonality between the Merging Fund and the Receiving Fund we do not expect these costs to exceed 0.05% of the value of the assets of the Merging Fund. Any costs incurred in respect of restructuring the portfolio of the Receiving Fund after the Scheme of Arrangement has been implemented will be borne by the Receiving Fund, however, once again we expect that such costs will be small given the similarities in the portfolio of the two Funds.

## 6. Consents and approvals

Details of the various consents and clearances which we have been given or obtained and the other documents available for inspection in connection with the Merger proposal are set out in Appendix 4.

## 7. Your right to sell your Units

You are entitled to sell, buy or switch Units in the Merging Fund (free of any charge) at any time before 20 March 2025. A valid instruction to buy, sell or switch Units in the Merging Fund will be binding if received by 20 March 2025.

Instructions to sell your Units must be given in writing to Schroder Unit Trusts Limited at PO Box 1402, Sunderland SR43 4AF or by telephoning our Investor Services team on 0800 182 2399. The Investor Services team can also help you if you have any question about selling your Units.

**You are entitled to sell your New Units in the Receiving Fund following the Effective Date. Please note that selling your New Units in the Receiving Fund will constitute a disposal for capital gains tax purposes – for ISA holders please refer to section 3 above.**

## 8. Recommendation and action to be taken

We believe that the proposed Merger is in the best interests of Unitholders, and we recommend that you vote in favour of the proposal.

To be passed, the Extraordinary Resolution requires a majority in favour of not less than 75% of the total number of votes validly cast so it is important that you exercise your right to vote.

If the Extraordinary Resolution is not passed, the Merging Fund will not be merged into the Receiving Fund, and it will continue to be managed in its current form. Please note, however, that in these circumstances it is likely that we will review the ongoing viability of the Merging Fund, and this may lead to us proposing further changes in due course.

Before you make your decision, we recommend that you read the rest of this proposal and, in particular, Appendix 1 as this contains important information about the differences between the Funds and how the Merger (if effected) will impact you. You should also read the Key Investor Information Documents set out at Appendix 6.

As indicated above and more particularly under the terms of the Scheme, Unitholders of the Merging Fund participating in the Scheme will receive New Units in the Receiving Fund under the Scheme (except for Small Balance Unitholders, whose holdings will be redeemed).

The results of the vote will be published on 13 March 2025 on our 'Changes to Funds' page of our website: <https://www.schroders.com/en-gb/uk/individual/funds-and-strategies/notifications/fund-announcements/>.

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 call a member of our Investor Services team on the number in the letterhead. Please be aware that Schroders does not offer investment advice.

**Should you wish to vote by way of proxy, please complete the enclosed form of proxy and return it in the prepaid envelope provided. It must arrive on or before 09:00 UK time on 10 March 2025.** If you would like to submit any questions to the Chairman or hear any other questions for the Chairman prior to returning your form of proxy, please contact [schrodersinvestor@hsbc.com](mailto:schrodersinvestor@hsbc.com). You will also be able to ask questions during the Meeting. Return of the form of proxy will not preclude you from joining the Meeting.

Yours faithfully

Paul Truscott  
**Director**  
**Schroder Unit Trusts Limited**

## Appendix 1: Comparison of Schroder European Alpha Plus Fund and Schroder European Fund

	Merging Fund	Receiving Fund
<b>Fund Name</b>	<b>Schroder European Alpha Plus Fund</b>	<b>Schroder European Fund</b>
<b>Date of inception</b>	22/09/2003	30/04/1987
<b>Benchmark</b>	The Fund's performance should be assessed against its target benchmark of the FTSE World Series Europe ex UK (Gross Total Return) Index.	The Fund's performance should be assessed against its target benchmark of the FTSE World Series Europe ex UK (Gross Total Return) Index.
<b>Performance sector</b>	Investment Association Europe ex UK sector average return	Investment Association Europe ex UK sector average return
<b>Performance Returns over 1, 3 and 5 year periods to September 2023 (based on Z Accumulation unit class)</b>	1 year: 13.9% 3 years (p.a.): -4.3% 5 years (p.a.): 0.4%	1 year: 15.4% 3 years (p.a.): 3.0% 5 years (p.a.): 6.4%
<b>Prospectus investment objective and policy</b>	<p><b>Objective:</b> The Fund aims to provide capital growth in excess of the FTSE World Series Europe ex UK (Gross Total Return) index (after fees have been deducted) over a 3 to 5 year period by investing in equities of European companies, excluding the UK.</p> <p><b>Policy:</b> The Fund is actively managed and invests at least 80% of its assets in a concentrated range of equities of European countries, excluding the UK. The Fund typically holds 35 to 60 companies.</p> <p>'Alpha' funds invest in companies in which the investment manager has a high conviction that the current share price does not reflect the future prospects for that business.</p> <p>The Fund may also invest directly or indirectly in other securities (including in other asset classes), countries (including the UK), 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</p>	<p><b>Objective:</b> The Fund aims to provide capital growth in excess of the FTSE World Series Europe ex UK (Gross Total Return) index (after fees have been deducted) over a 3 to 5 year period by investing in equities of European companies, excluding the UK.</p> <p><b>Policy:</b> The Fund is actively managed and invests at least 80% of its assets in equities of large and mid sized European companies, excluding the UK. These are companies that, at the time of purchase, are considered to be in the top 90% by market capitalisation of the European equities market.</p> <p>The Fund may also invest directly or indirectly in other securities (including in other asset classes), countries (including the UK), 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 reducing risk or managing the fund more efficiently.</p>

	the aim of reducing risk or managing the fund more efficiently	
<b>SRRI – Synthetic Risk and Reward Indicator</b>	6	6
<b>KIID Risk Disclosures</b>	<p>Performance risk: Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.</p> <p>Concentration risk: The fund may be concentrated in a limited number of geographical regions, industry sectors, markets and/or individual positions. This may result in large changes in the value of the fund, both up or down.</p> <p>Currency risk: The fund may lose value as a result of movements in foreign exchange rates, otherwise known as currency rates.</p> <p>Derivatives risk: Derivatives, which are financial instruments deriving their value from an underlying asset, may be used to manage the portfolio efficiently. A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund.</p> <p>Liquidity risk: In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares, meaning investors may not be able to have immediate access to their holdings.</p> <p>Operational risk: Operational processes, including those related to the safekeeping of assets, may fail. This may result in losses to the fund</p>	<p>Performance risk: Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.</p> <p>Currency risk: The fund may lose value as a result of movements in foreign exchange rates, otherwise known as currency rates.</p> <p>Derivatives risk: Derivatives, which are financial instruments deriving their value from an underlying asset, may be used to manage the portfolio efficiently. A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund.</p> <p>Liquidity risk: In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares, meaning investors may not be able to have immediate access to their holdings.</p> <p>Operational risk: Operational processes, including those related to the safekeeping of assets, may fail. This may result in losses to the fund</p>
<b>Profile of typical investor</b>	UK retail clients	UK retail clients
<b>Base Currency</b>	British Pounds	British Pounds
<b>Fund Size (£m) at 30 October 2024</b>	£47m	£502m

<b>Annual accounting date</b>	15th March	15th January
<b>Half-yearly accounting dates</b>	15th September	15th July
<b>Income allocation dates</b>	15th May	15th March
<b>Pricing frequency</b>	Daily	Daily
<b>Valuation point</b>	12:00 p.m. (noon)	12:00 p.m. (noon)
<b>Dealing frequency</b>	Daily	Daily
<b>Deal Cut-off</b>	12:00 p.m. (noon) on dealing day T+4	12:00 p.m. (noon) on dealing day T+4
<b>Settlement details</b>		
<b>Unit classes (only relevant Unit classes for Receiving Fund are shown)</b>	A Accumulation & A Income L Accumulation & L Income S Income Z Accumulation & Z Income Z Accumulation GBP Hedged & Z Income GBP Hedged	A Accumulation & A Income L Accumulation & L Income S Income Z Accumulation & Z Income Z Accumulation GBP Hedged & Z Income GBP Hedged
<b>Schroder Annual Charge (SAC) by class</b>	A Accumulation: 1.70% A Income: 1.70% L Accumulation: 0.88% L Income: 0.88% S Income: 0.58% Z Accumulation: 0.95% Z Income: 0.95% Z Accumulation GBP Hedged: 0.98% Z Income GBP Hedged: 0.98%	A Accumulation: 1.61% A Income: 1.61% L Accumulation: 0.84% L Income: 0.84% S Income: 0.54% Z Accumulation: 0.92% Z Income: 0.92% Z Accumulation GBP Hedged: 0.95% Z Income GBP Hedged: 0.95%
<b>Ongoing Charge Figure (OGC) by class</b>	A: 1.70% L: 0.88% S: 0.58% Z: 0.95% Z GBP Hedged: 0.98%	A: 1.61% L: 0.84% S: 0.54% Z: 0.92% Z GBP Hedged: 0.95%



## Appendix 2: Procedure for Unitholders Meeting

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### 1. Extraordinary Resolution of Unitholders

The notice convening the Meeting is set out in Appendix 5 of this document and sets out the Extraordinary Resolution to approve the Merger. To be passed, the Extraordinary Resolution must receive the support of a majority of 75% or more of the total number of votes validly cast.

### 2. Quorum and Voting Requirements

The quorum for the Meeting is two Unitholders present in person or by proxy.

If a quorum is not present within 15 minutes after the time appointed for the start of the Meeting, the Meeting will be adjourned to a date not less than seven days following the Meeting. Notice will be given of the adjourned meeting, and at that meeting, two Unitholders are required to constitute a quorum. However, this may be reduced to one Unitholder if a quorum is not present after a reasonable time. In the event of an adjourned meeting and unless instructions are received, forms of proxy received in respect of the first Meeting will remain valid for the adjourned meeting.

The resolution will be proposed as an extraordinary resolution and must therefore be carried by a majority in favour of not less than 75% of the total number of votes validly cast at the Meeting. Unitholders who hold Units on the date seven days before the notice of the Meeting is sent out are entitled to vote. Once passed, the Extraordinary Resolution is binding on all Unitholders in the Merging Fund.

In view of the importance of the proposal, the Chairman of the Meeting will call for a poll of votes (including proxy votes) to be taken in respect of the Extraordinary Resolution. On a poll, the voting rights for each Units are the proportion of the voting rights attached to all the Units in issue that the price of the Unit bears to the aggregate price or prices of all the Units in issue at the date seven days before the notice of the Meeting was sent. A Unitholders is entitled to more than one vote on a poll and need not, if they vote, use all their votes or cast all the votes they use in the same way.

**To vote by proxy, please complete and sign the enclosed form of proxy and return it as soon as possible in the enclosed prepaid envelope. Forms of proxy should arrive at the following address not later than 09:00 UK time on 10 March 2025: Schroder Unit Trusts Limited, Paragon Customer Communications, Pallion Trading Estate, Sunderland SR4 6ST.**

If returning a form of proxy vote by post in the provided prepaid envelope is not possible, we may accept a form of proxy received via email, provided it has been completed correctly. To facilitate this, the form of proxy must be sent to [schroders@paragon-cc.com](mailto:schroders@paragon-cc.com) with a covering email stating that the sender accepts that they will be bound by the electronic form of proxy attached as though it had been delivered in hard copy in accordance with the Circular. The sender must also state that they agree to send a hard copy by post for our records as soon as reasonably possible.

If you would like to pose any questions to the Chairman prior to returning your form of proxy, please contact [schrodersinvestor@hsbc.com](mailto:schrodersinvestor@hsbc.com). You will also be able to ask questions during the Meeting. Return of the form of proxy will not preclude you from joining the Meeting.

### 3. The Manager

The Manager is entitled to attend the Meeting but shall not be counted in a quorum at the Meeting, nor any adjournment. Neither the Manager nor an associate of the Manager shall be entitled to vote except in respect of Units which the Manager or its associate holds jointly with or on behalf of a person who, if a registered holder, would be entitled to vote, and from whom voting instructions have been received. Associates of the Manager holding Units are entitled to be counted in a quorum.

### 4. Chairman

The Manager has nominated Henri Loombe-Temple or, failing him, Paul Truscott, to be Chairman of the Meeting and at any adjourned meeting. These nominees are employees of the Manager and have indicated that, in view of the importance of the proposed Extraordinary Resolution, they will demand that a poll of votes (including proxy votes) be taken.

The procedure for the Meeting to approve the proposed changes, and details of the various consents and a list of the documents relating to the proposal which are available for inspection, are set out in Appendix 4.

## Appendix 3: Scheme of Arrangement

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### 1. Definitions and interpretation

- 1.1. In this Scheme of Arrangement (the Scheme), unless the context otherwise requires, words and terms have the meanings set out in the Glossary of Terms at the beginning of this Circular.
- 1.2. In addition, where relevant in the context, terms which are defined in the FCA Rules shall have the same meaning in this Scheme.
- 1.3. References to paragraphs are to paragraphs of the Scheme.
- 1.4. If there is any conflict between the Scheme and the Trust Deed, the Trust Deed will prevail. If there is any conflict between the Scheme and the FCA Rules, then the FCA Rules will prevail.

### 2. Approval of Unitholders

- 2.1. The Merger is conditional upon the passing of the Extraordinary Resolution, by which those Unitholders approve the Scheme and authorise the implementation of the Merger.
- 2.2. You will be notified of the result of the vote on the Extraordinary Resolution for the Merging Fund. If approved, the Scheme will be binding on all Unitholders in the Merging Fund, whether or not they vote in favour of it or vote at all, and the Merger will be implemented as set out in the following paragraphs.

### 3. Last dealings in the Merging Fund

- 3.1. The last day on which valid instructions to buy Units in the Merging Fund may be received is 20 March 2025. The last day on which valid instructions to sell Units in the Merging Fund may be received is 20 March 2025. Instructions received after that time will be cancelled and will have to be resubmitted after the first valuation point of the Receiving Fund following the Scheme of Arrangement, which will be at 28 March 2025.

### 4. Income allocation arrangements

- 4.1. An additional interim accounting period will be declared on 27 March 2025 (Effective Date) for the Merging Fund. All income (actual or estimated) that has accrued in the interim accounting period and is available for allocation in relation to Accumulation Units, will be transferred to the capital account of the Merging Fund, allocated to the Accumulation Units, and reflected in the value of those Units (and used to calculate the number of the New Units in the Receiving Fund under the Merger). Any income available for distribution in relation to Income Units, will be allocated to the Income Units, transferred to the distribution account, and, within two months, distributed to Unitholders.
- 4.2. Any distributions in respect of the Merging Fund which are unclaimed for a period of six years from the original date of payment (together with any interest arising on such distributions as it accrues) shall be transferred by the administrator of the Merging Fund and become part of the capital property of the relevant Receiving Fund allocated pro-rata. The unclaimed distributions shall be held until the last distribution is claimed or until the expiry of six years from the original payment of the distributions, whichever is earlier.

### 5. Calculation of the value of the Funds

- 5.1. The value of the Merging Fund shall be calculated on a mid-market basis in accordance with the trust deed of the Merging Fund and the FCA Rules as at 12:00 noon on the Effective Date less:

5.1.1. income (if any) to be allocated to the Merging Fund in respect of the current accounting period ending on the Effective Date; and

5.1.2. the Retained Amount.

5.2. The value of the Receiving Fund shall be the value of the income and capital property attributable to the Receiving Fund calculated on a mid-market basis in accordance with the trust deed of the Receiving Fund and the FCA Rules as at 12:00 noon on the Effective Date.

5.3. These valuations shall be used in the calculation of the number of New Units in the Receiving Fund to be issued.

## 6. Small Balance Unitholders

6.1. If the Scheme is approved at the Meeting, any Unitholders holding 0.01 of a Unit in the Merging Fund (Small Balance Unitholders) shall have their holdings redeemed and the redemption proceeds shall be paid to the account of the relevant Small Balance Unitholder, in line with the Merging Fund's standard settlement period (as set out in the Prospectus).

6.2. Small Balance Unitholders shall therefore not be entitled to receive any New Units as part of the Merger.

## 7. Transfer of property and issue of New Units

7.1. As at and from 12:01 p.m. on the Effective Date:

7.2. The capital and income of the Merging Fund, less the Retained Amount (the "**Transferred Property**"), will become the property of the Receiving Fund in exchange and full payment for the issue of New Units. The Trustee will cease to hold the Transferred Property as attributable to the Merging Fund and will, in its capacity as trustee of the Receiving Fund, hold the Transferred Property as scheme property of the Receiving Fund. The Trustee, in its capacity as trustee of the Merging Fund, will make or ensure the making of any transfers or re-designations which may be necessary as a result of its ceasing to hold the Transferred Property as the Trustee of the Merging Fund.

7.3. The Manager will issue New Units in the Receiving Fund of the appropriate class and type to Unitholders who are registered on the Effective Date as holding such Units in the Merging Fund on the basis set out in paragraph 7.

7.4. All Units in the Merging Fund that are to be exchanged for New Units will be deemed to be cancelled and will cease to be of any value as at 12:01 p.m. on the Effective Date.

7.5. Unitholders will be treated as exchanging their Units for New Units (except for Units held by Small Balance Unitholders, whose holdings will be redeemed).

## 8. Basis for the issue of New Units

8.1. The price of each New Unit to be issued in the Receiving Fund shall be the Receiving Fund Value, divided by the number of undivided Units represented by units in issue in the Receiving Fund (not including the New Units to be issued under the Scheme) [and multiplied by the number of undivided units (including any fraction) represented by one unit of the Receiving Fund as at 12:00 noon on the Effective Date].

8.2. New Units of the appropriate class and type as those held by Unitholders on the Effective Date shall be created and issued in the Receiving Fund to the value of the Merging Fund Value, in proportion to the number of undivided Units in the property of the Merging Fund in issue at 12:00 noon on the Effective Date. New Units (including fractions of units) issued in the Receiving Fund shall be allocated among the Unitholders in proportion to the number of undivided units in the

property of the Receiving Fund represented by the respective Units in the Merging Fund held or deemed to be held by them at 12:01 p.m. on the Effective Date provided that the number of New Units to be issued to any Unitholder shall be rounded up to the nearest fraction at the expense of the Manager.

- 8.3. As also noted in paragraph 4, for the purposes of income equalisation, the value of New Units may contain an element of income, which represents the value of accrued income at the time of purchase for the relevant accounting period. On the first income allocation following the issue of the New Units, Unitholders will receive as part of their income allocation a capital sum representing that part of the value of the New Units, which represents the value of such accrued income.

## **9. Notification of the New Units issued under the Scheme**

- 9.1. It is intended that the Manager will notify each Unitholder who has participated in the Merger of the number and class of New Units in the Receiving Fund issued under the Scheme. This notification will be dispatched by the close of business within 14 days after the Effective Date by first class post to the Unitholder's address appearing in the register of unitholders of the Receiving Fund as at the Effective Date. Upon dispatch of such notifications, any documentation confirming ownership of Units in the Merging Fund will cease to be valid. No certificates will be issued in respect of New Units.
- 9.2. Transfers or redemptions of New Units issued under the Scheme may be effected from the next business day after the Effective Date by calling Schroder Unit Trusts Limited on 0800 182 2399. Written transfer and redemption requests in respect of New Units can be made in writing to Schroder Unit Trusts Limited at PO Box 1402, Sunderland, SR43 4AF.

## **10. Mandates and other instructions in respect of New Units**

- 10.1. Mandates and other instructions to the Manager in respect of the Merging Fund in force on the Effective Date in respect of Units will be deemed to be effective in respect of New Units issued under the Scheme and in respect of other later acquired New Units, if relevant. These mandates or instructions may be changed at any time.
- 10.2. After the Scheme has been implemented, any rebate arrangements and renewal commissions in effect on the Merging Fund may not be carried over to the Receiving Fund.

## **11. Winding up of the Merging Fund**

- 11.1. If the Scheme is approved by Unitholders, the Merging Fund will, following the Merger, be wound up in accordance with the FCA Rules.
- 11.2. The Retained Amount (which will be made up of cash and other assets, if necessary) and any income arising on it will be used by the Trustee to pay any outstanding liabilities of the Merging Fund in accordance with the directions and instructions of the Manager, the provisions of the Trust Deed and the Prospectus, and the FCA Rules. In providing such directions and/or instructions to the Trustee, the Manager shall be responsible for ensuring that such directions and/or instructions always comply with the provisions of the trust deed and the Prospectus, and the FCA Rules.
- 11.3. If, on the completion of the winding up of the Merging Fund, there are any surplus moneys remaining in the Merging Fund, the money, together with any income arising therefrom, shall be transferred to the Receiving Fund. No further issue of New Units will be made as a result.
- 11.4. If the Retained Amount is insufficient to discharge all the liabilities of the Merging Fund, the Trustee, in its capacity as depositary of the Receiving Fund, will pay the amount of the shortfall out of the scheme property of the Receiving Fund in accordance with the directions and/or instructions of the Manager with the agreement of the Trustee (in its capacity as trustee of the Receiving Fund) and the FCA Rules, but otherwise such shortfall shall be discharged by the Manager.



- 11.5. On completion of the winding up of the Merging Fund, the Trustee (in its capacity as trustee of the Merging Fund) will be discharged from all its obligations and liabilities in respect of the Merging Fund, except those arising from a breach of duty before that time.

## **12. Costs, charges and expenses**

- 12.1. The Trustee (in its capacity as trustee of the Merging Fund) and the Manager will continue to receive their usual fees and expenses for being the trustee and the authorised fund manager respectively of the Merging Fund out of the property of the Merging Fund which accrue prior to, or, in the case of the Trustee, after, the Effective Date.
- 12.2. The costs of preparing and implementing the Merger under the Scheme will be paid by Schroder Unit Trusts Limited, not by Unitholders, including:
- 12.2.1. the costs of convening and holding the extraordinary general meeting of Unitholders (and any adjourned meeting);
  - 12.2.2. any re-designation and registration fees;
  - 12.2.3. taxes and duties (if any) on the transfer or re-designation of the Transferred Property;
  - 12.2.4. the costs of winding up of the Merging Fund; and
  - 12.2.5. professional advisers' fees and expenses (including those of the Trustee) payable in connection with the Merger and the Scheme.
- 12.3. Any costs related to the restructure of the Merging Fund under the Scheme will be paid by the Merging Fund. These costs are not expected to be material (0.05% of total fund size) accounting for commission costs and financial transaction tax costs.

## **13. Register of Unitholders**

- 13.1. The Manager and the Trustee (in their respective capacities as authorised fund manager and trustee of the Merging Fund) shall be entitled to assume that all information contained in the register of Unitholders of the Merging Fund on and immediately prior to the Effective Date is correct, and to utilise the same in calculating the number of New Units to be issued and registered pursuant to the Scheme.
- 13.2. The Manager and the Trustee (in their respective capacities as authorised fund manager and trustee of the Merging Fund) may act and rely upon any certificate, opinion, evidence or information furnished to it by its professional advisers or by the auditors of the Merging Fund in connection with the Scheme and shall not be liable or responsible for any resulting loss.

## **14. Alterations to the Scheme**

- 14.1. The Manager, with the agreement of the Trustee (in its capacity as trustee of the Merging Fund), may determine (in particular, in the event of an adjournment to the meeting of Unitholders to consider and vote on the Extraordinary Resolution) that the Effective Date of the Merger is to be other than as set out in this document, in which case such consequential adjustments may be made to the other elements in the timetable of the Scheme as the Manager considers appropriate.
- 14.2. The terms of the Scheme may be amended as determined by the Manager and the Trustee (in its capacity as trustee of the Merging Fund).

## **15. Governing law**

15.1. The Scheme is governed by and shall be construed in accordance with the laws of England and Wales.

Dated: 12 February 2025

## Appendix 4: Consents and clearances

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### 1. Trustee

J.P. Morgan Europe Limited, as trustee of the Merging Fund and the Receiving Fund, whilst expressing no opinion on the merits or demerits of the proposal, has informed us by letter that it considers that the Scheme of Arrangement is in a form suitable to be placed before Unitholders for their consideration and that if the Scheme is implemented it is not likely to result in any material prejudice to the Unitholders. It consents to the references made to it in this document in the form and context in which they appear. The confirmation is not a recommendation to vote for or against the Extraordinary Resolution, which is a matter for each Unitholder's judgement.

### 2. Manager

The Manager confirms that in its opinion, if the Scheme is implemented it is not likely to result in any material prejudice to the Unitholders in the Merging Fund. In particular, the Manager confirms, and has confirmed to the Trustee in writing that, in its opinion, the receipt of property under the Scheme by the Receiving Fund is consistent with the investment objectives of the Receiving Fund and can be effected without any breach of Chapter 5 of COLL.

### 3. HM Revenue & Customs

HM Revenue & Customs has confirmed that section 137 of the Taxation of Chargeable Gains Act 1992 should not apply to the Merger under the Scheme of Arrangement and consequently section 136 of that Act may apply. Accordingly, the Merger of the Merging Fund into the Receiving Fund will not involve a disposal of Units in the Merging Fund for the purposes of taxation of capital gains. The New Units in the Receiving Fund will be deemed to have the same acquisition cost and acquisition date for capital gains tax purposes for each UK Unitholder who has been allocated New Units by way of the Merger as their existing Units in the Merging Fund.

### 4. Documents available for inspection

Copies of the following documents are available for inspection on request from the following email address [schrodersinvestor@hsbc.com](mailto:schrodersinvestor@hsbc.com) until the date of the extraordinary general meeting or of any adjournment thereof:

- a. the Prospectus;
- b. the latest interim and annual report and accounts for the Merging Fund;
- c. the Trust Deed for the Receiving Fund;
- d. the key investor information document for the Z Accumulation Unit class of the Merging Fund and Receiving Fund;
- e. the letter from the Trustee to us consenting to the inclusion in this Letter and the Scheme of Arrangement of references to the Trustee referred to under "1. Trustee" above; and
- f. Chapter 7 of COLL which is referred to in the Scheme of Arrangement.

## Appendix 5: Notice of Meeting of Unitholders – Schroder European Alpha Plus Fund

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**NOTICE IS HEREBY GIVEN** that a meeting of the Unitholders in Schroder European Alpha Plus Fund will take place to consider and, if thought fit, to pass the following resolution which will be proposed as an Extraordinary Resolution. The Meeting is to be held in person on 12 March 2025 (Meeting date).

### Extraordinary Resolution

**That** the Scheme of Arrangement (the “Scheme”) of Schroder European Alpha Plus Fund (the “Fund”), relating to the merger of the Fund into Schroder European Fund, as set out in Appendix 3 to the letter dated 12 February 2025 from Schroder Unit Trusts Limited to the holders of Units in the Fund (the “Letter”) be and is hereby approved and adopted and accordingly that subject to the satisfaction of all of the consents set out in Appendix 4 to the Letter, Schroder Unit Trusts Limited, as the authorised fund manager of the Fund, and J.P. Morgan Europe Limited, as trustee of the Fund are hereby instructed to implement and give effect to the Scheme in accordance with its terms.

Paul Truscott  
Director

Schroder Unit Trusts Limited  
1 London Wall Place  
London EC2Y 5AU

### Notes

1. To be valid, a form of proxy and any power of attorney or other authority under which it is signed (or a notarial certified copy thereof) must be lodged with Schroder Unit Trusts Limited, Paragon Customer Communications, Pallion Trading Estate, Sunderland SR4 6ST, no later than 10:00 UK time on 10 February 2025. A form of proxy is enclosed. If returning a form of proxy vote by post in the provided prepaid envelope is not possible, we may accept a form of proxy received via email, provided it has been completed correctly. To facilitate this, the form of proxy must be sent to [schroders@paragon-cc.com](mailto:schroders@paragon-cc.com) with a covering email stating that the sender accepts that they will be bound by the electronic form of proxy attached as though it had been delivered in hard copy in accordance with the Circular. The sender must also state that they agree to send a hard copy by post for our records as soon as reasonably possible.
2. Should you wish to vote in-person at the meeting, you are requested to bring this proxy form along with a form of identification (such as a passport or driving license) to 1 London Wall Place, London, EC2Y 5AU at 09:00 UK time on the 12<sup>th</sup> March 2025.
3. The quorum for the Meeting is two Unitholders present in person or by proxy. The Manager may not vote or be counted in the quorum except in any case where the Manager holds Units on behalf of or jointly with a person who, if themselves are the sole registered Unitholder, would be entitled to vote, and from whom the Manager has received voting instructions.
4. To be passed, an Extraordinary Resolution must be carried by a majority in favour of not less than 75% of the total number of votes validly cast.
5. At the Meeting a poll of votes (including proxy votes) will be taken. On a poll, the voting rights for each Unit are the proportion of the voting rights attached to all the Units in issue that the price of the Unit bears to the aggregate price or prices of all the Units in issue at the date seven days before the notice of the Meeting was sent out. A Unitholder entitled to more than one vote need not, if they vote, use all their votes or cast all votes they use in the same way.

Appendix 6: Key Investor Information Documents



Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Schroder European Alpha Plus Fund  
an Authorised Unit Trust of Schroder Unit Trusts Limited  
Class Z Accumulation GBP (GB00B7LDKR32)

This fund is managed by Schroder Unit Trusts Limited, which is a member of the Schroders Group.

Objectives and investment policy

Objectives

The fund aims to provide capital growth in excess of the FTSE World Series Europe ex UK (Gross Total Return) index (after fees have been deducted) over a 3 to 5 year period by investing in equities of European companies, excluding the UK.

Investment Policy

The fund is actively managed and invests at least 80% of its assets in a concentrated range of equities of European countries, excluding the UK. The fund typically holds 35 to 60 companies.  
'Alpha' funds invest in companies in which the investment manager has a high conviction that the current share price does not reflect the future prospects for that business.  
The fund may also invest directly or indirectly in other securities (including in other asset classes), countries (including the UK), regions, industries or currencies, collective investment schemes (including Schroder funds), warrants

and money market instruments, and hold cash.  
The fund may use derivatives with the aim of reducing risk or managing the fund more efficiently.  
**Benchmark**  
The fund's performance should be assessed against its target benchmark, being to exceed the FTSE World Series Europe ex UK (Gross Total Return) Index, and compared against the Investment Association Europe ex UK sector average return. The investment manager invests on a discretionary basis and is not limited to investing in accordance with the composition of the benchmark.  
**Dealing Frequency**  
You may redeem your investment upon demand. This fund deals daily.  
**Distribution Policy**  
This unit class accumulates income received from the fund's investments, meaning it is kept in the fund and its value is reflected in the price of the unit class.

Risk and reward profile



The risk and reward indicator

The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.  
The fund's risk category is not guaranteed to remain fixed and may change over time.  
A fund in the lowest category does not mean a risk-free investment.  
The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.  
**Risk factors**  
Performance risk: Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market

conditions and the macro economic environment, investment objectives may become more difficult to achieve.  
Concentration risk: The fund may be concentrated in a limited number of geographical regions, industry sectors, markets and/or individual positions. This may result in large changes in the value of the fund, both up or down.  
Currency risk: The fund may lose value as a result of movements in foreign exchange rates, otherwise known as currency rates.  
Derivatives risk: Derivatives, which are financial instruments deriving their value from an underlying asset, may be used to manage the portfolio efficiently. A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund.  
Liquidity risk: In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares, meaning investors may not be able to have immediate access to their holdings.  
Operational risk: Operational processes, including those related to the safekeeping of assets, may fail. This may result in losses to the fund.

## Charges

One-off charges taken before or after you invest	
Entry charge	None
Exit charge	None
This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.	
Charges taken from the fund over a year	
Ongoing charges	0.96%
Charges taken from the fund under certain specific conditions	
Performance fee	
None	

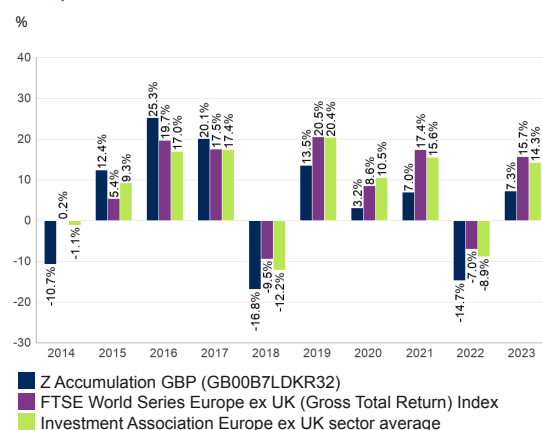
The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

The entry and exit charges shown are maximum figures and in some cases you might pay less. You can find out the actual entry and exit charges from your financial advisor.

The ongoing charges figure is based on the last year's expenses for the year ending December 2023 and may vary from year to year. The ongoing charge figure excludes portfolio transaction costs. The charges are mostly, if not exclusively, the Schroders Annual Charge (as may be discounted for retail unit classes depending on the size of the fund) but certain additional expenses may be charged as set out in the prospectus. The Schroders Annual Charge (without any discount) for this unit class of the fund is 0.95%. The fund's annual report for each financial year will include details on the exact charges made including any discounts.

Please see the prospectus for more details about the charges.

## Past performance



Past performance is not a guide to future performance and may not be repeated. The value of investments may go down as well as up and you may not get back the amount you originally invested.

The chart shows performance in British pound after the ongoing charges and the portfolio transaction costs have been paid.

The fund was launched on 22/09/2003.

The shareclass was launched on 10/02/2012.

Performance figures are only available since the launch of the respective share class.

## Practical information

**Trustee:** J. P. Morgan Europe Ltd.

**Further Information:** You can get further information about this fund, including the prospectus, latest annual report, any subsequent half-yearly reports and the latest price of units from [www.schroders.com/ukinvestor](http://www.schroders.com/ukinvestor) and from Schroders, PO Box 1402, Sunderland, SR43 4AF, England, telephone 0800 182 2399. They are in English, free of charge.

**Tax Legislation:** The fund is subject to UK tax legislation which may have an impact on your personal tax position.

**Liability:** Schroder Unit Trusts Ltd may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the fund's prospectus.

**Switches:** Subject to conditions, you may apply to switch your investment into another unit class within this fund or in another Schroder fund. Please see the

prospectus for more details.

**Remuneration Policy:** A summary of Schroders' remuneration policy and related disclosures is at [www.schroders.com/remuneration-disclosures](http://www.schroders.com/remuneration-disclosures). A paper copy is available free of charge upon request.

The policy includes a description of how remuneration and benefits are calculated & the identities of persons responsible for awarding the remuneration and benefits.

**Glossary:** You can find an explanation of some of the terms used in this document at [www.schroders.com/ukinvestor/glossary](http://www.schroders.com/ukinvestor/glossary).

**Benchmark:** The target benchmark has been selected because it is representative of the type of investments in which the fund is likely to invest, and it is, therefore, an appropriate target in relation to the return that the fund aims to provide. The comparator benchmark has been selected because the investment manager believes that this benchmark is a suitable comparison for performance purposes given the fund's investment objective.



This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

# Schroder European Fund

## an Authorised Unit Trust of Schroder Unit Trusts Limited

### Class Z Accumulation GBP (GB00B76V8C37)

This fund is managed by Schroder Unit Trusts Limited, which is a member of the Schroders Group.

## Objectives and investment policy

### Objectives

The fund aims to provide capital growth in excess of the FTSE World Series Europe ex UK (Gross Total Return) index (after fees have been deducted) over a 3 to 5 year period by investing in equities of European companies, excluding the UK.

### Investment Policy

The fund is actively managed and invests at least 80% of its assets in equities of large and mid sized European companies, excluding the UK. These are companies that, at the time of purchase, are considered to be in the top 90% by market capitalisation of the European equities market.

The fund may also invest directly or indirectly in other securities (including in other asset classes), countries (including the UK), regions, industries or currencies, collective investment schemes (including Schroder funds), warrants and money market instruments, and hold cash.

The fund may use derivatives with the aim of reducing risk or managing the fund more efficiently.

### Benchmark

The fund's performance should be assessed against its target benchmark, being to exceed the FTSE World Series Europe ex UK (Gross Total Return) Index, and compared against the Investment Association Europe ex UK sector average return. The investment manager invests on a discretionary basis and is not limited to investing in accordance with the composition of the benchmark.

### Dealing Frequency

You may redeem your investment upon demand. This fund deals daily.

### Distribution Policy

This unit class accumulates income received from the fund's investments, meaning it is kept in the fund and its value is reflected in the price of the unit class.

## Risk and reward profile



### The risk and reward indicator

The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk-free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

### Risk factors

Performance risk: Investment objectives express an intended result but there is

no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.

Currency risk: The fund may lose value as a result of movements in foreign exchange rates, otherwise known as currency rates.

Derivatives risk: Derivatives, which are financial instruments deriving their value from an underlying asset, may be used to manage the portfolio efficiently. A derivative may not perform as expected, may create losses greater than the cost of the derivative and may result in losses to the fund.

Liquidity risk: In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares, meaning investors may not be able to have immediate access to their holdings.

Operational risk: Operational processes, including those related to the safekeeping of assets, may fail. This may result in losses to the fund.

## Charges

One-off charges taken before or after you invest	
Entry charge	None
Exit charge	None
This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.	
Charges taken from the fund over a year	
Ongoing charges	0.92%
Charges taken from the fund under certain specific conditions	
Performance fee	
None	

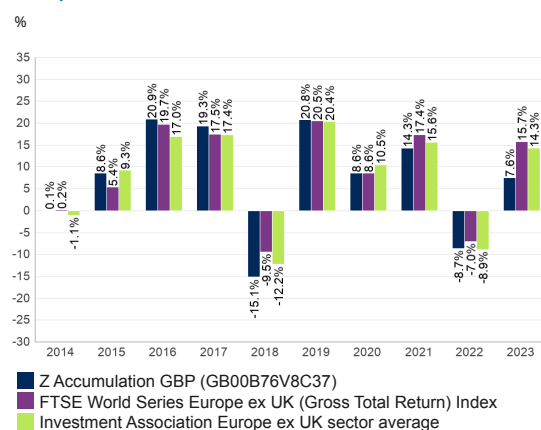
The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

The entry and exit charges shown are maximum figures and in some cases you might pay less. You can find out the actual entry and exit charges from your financial advisor.

The ongoing charges figure is based on the last year's expenses for the year ending December 2023 and may vary from year to year. The ongoing charge figure excludes portfolio transaction costs. The charges are mostly, if not exclusively, the Schroders Annual Charge (as may be discounted for retail unit classes depending on the size of the fund) but certain additional expenses may be charged as set out in the prospectus. The Schroders Annual Charge (without any discount) for this unit class of the fund is 0.92%. The fund's annual report for each financial year will include details on the exact charges made including any discounts.

Please see the prospectus for more details about the charges.

## Past performance



Past performance is not a guide to future performance and may not be repeated. The value of investments may go down as well as up and you may not get back the amount you originally invested.

The chart shows performance in British pound after the ongoing charges and the portfolio transaction costs have been paid.

The fund was launched on 30/04/1987.

The shareclass was launched on 08/11/2011.

Performance figures are only available since the launch of the respective share class.

## Practical information

**Trustee:** J. P. Morgan Europe Ltd.

**Further Information:** You can get further information about this fund, including the prospectus, latest annual report, any subsequent half-yearly reports and the latest price of units from [www.schroders.com/ukinvestor](http://www.schroders.com/ukinvestor) and from Schroders, PO Box 1402, Sunderland, SR43 4AF, England, telephone 0800 182 2399. They are in English, free of charge.

**Tax Legislation:** The fund is subject to UK tax legislation which may have an impact on your personal tax position.

**Liability:** Schroder Unit Trusts Ltd may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the fund's prospectus.

**Switches:** Subject to conditions, you may apply to switch your investment into another unit class within this fund or in another Schroder fund. Please see the

prospectus for more details.

**Remuneration Policy:** A summary of Schroders' remuneration policy and related disclosures is at [www.schroders.com/remuneration-disclosures](http://www.schroders.com/remuneration-disclosures). A paper copy is available free of charge upon request.

The policy includes a description of how remuneration and benefits are calculated & the identities of persons responsible for awarding the remuneration and benefits.

**Glossary:** You can find an explanation of some of the terms used in this document at [www.schroders.com/ukinvestor/glossary](http://www.schroders.com/ukinvestor/glossary).

**Benchmark:** The target benchmark has been selected because it is representative of the type of investments in which the fund is likely to invest, and it is, therefore, an appropriate target in relation to the return that the fund aims to provide. The comparator benchmark has been selected because the investment manager believes that this benchmark is a suitable comparison for performance purposes given the fund's investment objective.





EST. 1804

# Schroders



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