

4 March 2025

Dear Shareholder,

Schroder International Selection Fund (the “Company”) – Strategic Bond (the “Fund”)

We are writing to advise you that on 8 April 2025 (the “Effective Date”) the Fund will incorporate binding environmental and/or social characteristic(s), within the meaning of Article 8 of the Sustainable Finance Disclosure Regulation (“SFDR”).

Background and rationale

We believe that incorporating sustainability factors into the Fund’s strategy aligns with the increasing desire among investors for strategies that can clearly demonstrate their sustainability credentials.

Details of the Fund’s environmental and/or social characteristics and how it seeks to achieve them will be disclosed in the Fund’s investment policy and under a new section called “Sustainability Criteria” in the Fund Characteristics section of the Company’s prospectus. There will also be a pre-contractual disclosure for the Fund included in Appendix IV of the prospectus containing more information relating to the environmental and/or social characteristic(s) promoted by the Fund.

Full details of the changes being made to the Fund’s investment policy and benchmark sections, and the new sustainability criteria 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.

There are no other changes to the Fund’s investment style, investment philosophy, investment strategy, and the operation and/or manner in which the Funds are being managed following these changes.

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 7 April 2025. 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

New wording is shown in bold.

<p>Investment Policy</p> <p>The Fund is actively managed and invests at least two-thirds of its assets in fixed and floating rate securities in various currencies issued by governments, government agencies, supra-nationals and companies worldwide.</p> <p>The Fund may invest:</p> <ul style="list-style-type: none"> – up to 10% of its assets in contingent convertible bonds; – up to 50% of its assets in securities with a non-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies); and – up to 100% of its assets in asset-backed securities, commercial mortgage-backed securities, and/or residential mortgage-backed securities issued worldwide with an investment grade or sub-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies). Underlying assets may include credit card receivables, personal loans, auto loans, small business loans, leases, commercial mortgages and residential mortgages. <p>The Fund may invest up to 15% of its assets in mainland China through Regulated Markets (including the CIBM via Bond Connect or CIBM Direct).</p> <p>The Fund may also invest up to one-third of its assets directly or indirectly in other securities (including other asset classes), countries, regions, industries or currencies, Investment Funds, warrants and Money Market Investments, and hold cash (subject to the restrictions provided in Appendix I).</p> <p>The Fund may use derivatives, long and short, with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently.</p> <p>The Fund maintains a higher overall sustainability score than the Bloomberg Multiverse ex Treasury A+ to B- USD Hedged index, based on the Investment Manager's rating system. More details on the investment process used to achieve this can be found in the Fund Characteristics section.</p> <p>The Fund does not directly invest in certain activities, industries or groups of issuers above the limits listed under "Sustainability-Related Disclosure" on the Fund's webpage https://www.schroders.com/en-lu/lu/individual/fund-centre</p>
<p>Benchmark</p> <p>The Fund's performance should be assessed against its target benchmark being to exceed the ICE BofA 3 Month US Treasury Bill Index and compared against the Bloomberg Multiverse ex Treasury A+ to B- USD Hedged Index. The Investment Manager invests on a discretionary basis and is not limited to investing in accordance with the composition of the target benchmark. The Fund's investment universe is expected to overlap materially with the components of the comparator benchmark. The comparator benchmark is only included for performance comparison purposes and does not determine how the Investment Manager invests the Fund's assets. The investment Manager invests on a discretionary basis and there are no restrictions on the extent to which the Fund's portfolio and performance may deviate from the comparator benchmark. The Investment Manager will invest in companies or sectors not included in the target or comparator benchmarks in order to take advantage of specific investment opportunities.</p> <p>The target benchmark has been selected because the target return of the Fund is to deliver the return of that benchmark as stated in the investment objective. The comparator benchmark has been selected because the Investment Manager believes that the benchmark is a suitable comparison for performance purposes given the Fund's investment objective and</p>

<p>policy. The benchmark(s) does/do not take into account the environmental and social characteristics or sustainable objective (as relevant) of the Fund.</p>
<p>Sustainability Criteria</p> <p>The Investment Manager applies governance and sustainability criteria when selecting investments for the Fund.</p> <p>The strategy aims to identify issuers demonstrating good or improving sustainability credentials, and those that impose a high cost on the environment and society. This involves:</p> <ul style="list-style-type: none"> – The exclusion of issuers with certain exposure to specific activities that the Investment Manager considers environmentally destructive or socially damaging, violate human rights and/ or have demonstrated gross misconduct; and – The inclusion of issuers that the Investment Manager considers are well placed to deliver stable and improving sustainability trajectories relative to their industry peers. As part of the selection process, the Investment Manager also considers companies' commitment to sustainable themes such as responsible finance, waste management, climate change mitigation, education, health and wellbeing and circular packaging. <p>The Investment Manager may also engage with companies to encourage transparency, the transition to a circular economy with lower carbon emissions intensity and responsible social behaviour that promotes sustainable growth and alpha generation.</p> <p>In assessing sustainability factors for sovereign issuers, the Investment Manager considers that countries with stable and non-corrupt governments are likely to be more willing and able to service their debts, while political considerations, including the impact of social and governance factors, can influence a country's inflation and currency profile and thus have a material impact on the real value of debt.</p> <p>The primary sources of information used to perform this analysis are the Investment Manager's proprietary tools and research, third-party research, NGO reports and expert networks. For corporate issuers, the Investment Manager also performs its own analysis of publicly available information provided by the companies, including information provided in company sustainability reports and other relevant company material.</p> <p>More details on the Investment Manager's approach to sustainability and its engagement with companies are available on the webpage https://www.schroders.com/en-lu/lu/individual/what-we-do/sustainable-investing/our-sustainable-investment-policies-disclosures-voting-reports/disclosuresand-statements/</p> <p>The Fund maintains a higher overall sustainability score than its investment universe, based on the Investment Manager's rating system. The Investment Manager ensures that at least:</p> <ul style="list-style-type: none"> – 90% of the portion of the NAV composed of fixed or floating rate securities and money market instruments with an investment grade credit rating; sovereign debt issued by developed countries; and equities issued by large companies domiciled in developed countries; and – 75% of the portion of the NAV composed of fixed or floating rate securities and money market instruments with a high yield credit rating; sovereign debt issued by emerging countries; equities issued by large companies domiciled in emerging countries; and equities issued by small and medium companies, <p>is rated against the sustainability criteria. For the purposes of this test, small companies are those with market capitalisation below €5 billion, medium companies are those between €5 billion and €10 billion and large companies are those above €10 billion.</p>

ISIN codes of share classes affected by the changes:

Share Class	Share Class Currency	ISIN
A Accumulation	USD	LU0201322137
A Distribution	USD	LU0216291897
A1 Accumulation	USD	LU0201323028
B Accumulation	USD	LU0201322566
C Accumulation	USD	LU0201322640
C Distribution	USD	LU0209719755
I Accumulation	USD	LU0201323291
IZ Accumulation	USD	LU2016220779
A Accumulation	CHF Hedged	LU0952333416
C Accumulation	CHF Hedged	LU0952333762
A Accumulation	EUR Hedged	LU0201323531
A Distribution	EUR Hedged	LU0471239094
A1 Accumulation	EUR Hedged	LU0201324000
A1 Distribution	EUR Hedged	LU0471239177
B Accumulation	EUR Hedged	LU0201323614
B Distribution	EUR Hedged	LU0471239334
C Accumulation	EUR Hedged	LU0201323960
C Distribution	EUR Hedged	LU1725195553
I Accumulation	EUR Hedged	LU0201324265
A Distribution	GBP Hedged	LU0236987904
C Accumulation	GBP Hedged	LU0223051235
I Accumulation	GBP Hedged	LU0252403240
A Accumulation	SEK Hedged	LU0665709753