

19 February 2021

Dear Shareholder,

Schroder International Selection Fund (the "Company") – changes to the distribution policy of certain share classes (the "Share Classes")

We are writing to inform you that following a recent review, we have decided to change the distribution policy for some of the Share Classes of the following sub-funds: Emerging Market Bond, Global Credit High Income and Sustainable Multi-Asset Income (together, the "Funds"). The affected Share Classes are listed in the appendix of this letter. The distribution frequency of the Share Classes will not change.

This change will come into effect for the distribution due to be paid on **7 April 2021** (the "Effective Date") and will apply to all distributions going forward.

As disclosed in the Company's prospectus, we periodically review the fixed distribution Share Classes and reserve the right to make changes. For example if the investment income after expenses is higher than the target fixed distribution, we may declare the higher amount to be distributed. Equally, we may deem it is appropriate to declare a dividend lower than the target fixed distribution.

The Share Class fees will remain unchanged and the costs of making these changes including regulatory and shareholder communication costs will be borne by Schroder Investment Management (Europe) S.A. which is the Company's management company.

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 changes become effective you may do so at any time up to and including deal cut-off on **23 March 2021**. 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 on **23 March 2021**.

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,



Cecilia Vernerson
Authorised Signatory



Nirosha Jayawardana
Authorised Signatory

Appendix

List of Share Classes with changing distribution policies in Schroder International Selection Fund

Fund	Share class	Share class currency	Current distribution policy per annum	Future distribution policy per annum	ISIN
Schroder ISF Emerging Market Bond	A Distribution (MF)	USD	7.00% paid monthly	6.00% paid monthly	LU1751207421
Schroder ISF Emerging Market Bond	C Distribution (MF)	USD	7.00% paid monthly	6.00% paid monthly	LU1916462234
Schroder ISF Emerging Market Bond	U Distribution (MF)	USD	7.00% paid monthly	6.00% paid monthly	LU1884789568
Schroder ISF Emerging Market Bond	A Distribution (MFC)*	AUD Hedged	7.00% paid monthly	6.00% paid monthly	LU1884789642
Schroder ISF Emerging Market Bond	U Distribution (MFC)*	AUD Hedged	7.00% paid monthly	6.00% paid monthly	LU1884789725
Schroder ISF Emerging Market Bond	A Distribution (MFC)*	ZAR Hedged	7.00% paid monthly	6.00% paid monthly	LU1884789998
Schroder ISF Emerging Market Bond	U Distribution (MFC)*	ZAR Hedged	7.00% paid monthly	6.00% paid monthly	LU1884790061
Schroder ISF Global Credit High Income	A Distribution (MF)	USD	5.00% paid monthly	5.75% paid monthly	LU0575582704
Schroder ISF Global Credit High Income	B Distribution (MF)	USD	5.00% paid monthly	5.75% paid monthly	LU0619770406
Schroder ISF Global Credit High Income	A Distribution (MF)	HKD Hedged	6.00% paid monthly	5.75% paid monthly	LU2191242440
Schroder ISF Sustainable Multi-Asset Income	A Distribution (MF)	AUD Hedged	4.50% paid monthly	4.00% paid monthly	LU2191331896
Schroder ISF Sustainable Multi-Asset Income	A Distribution (MF)	HKD Hedged	4.50% paid monthly	4.00% paid monthly	LU2191332357
Schroder ISF Sustainable Multi-Asset Income	A Distribution (MF)	SGD Hedged	4.50% paid monthly	4.00% paid monthly	LU2191332514
Schroder ISF Sustainable Multi-Asset Income	A Distribution (MF)	USD Hedged	4.50% paid monthly	4.00% paid monthly	LU2097344431

* This refers to the premium or discount that may apply to the distribution. Distributions may include a premium when the interest rate of a currency hedged share class is higher than the fund's base currency interest rate. Consequently when the interest rate of a currency hedged share class is lower than the fund's base currency interest rate, the dividend may be discounted. The level of premium or discount is determined by differences in interest rates and is not part of the fund's investment objective or investment policy.