

28 April 2022

Dear Shareholder,

Schroder International Selection Fund (the "Company") — Global Conservative Convertible Bond merger with Schroder International Selection Fund — Global Sustainable Convertible Bond

We are writing to advise you of a merger between Schroder International Selection Fund — Global Conservative Convertible Bond (the "Merging Fund") and Schroder International Selection Fund — Global Sustainable Convertible Bond (the "Receiving Fund") (the "Merger") on **8 June 2022** (the "Effective Date"). Shareholders in the Merging Fund will receive the equivalent value of shares in the Receiving Fund in place of their current shares in the Merging Fund.

Background and rationale

The Merging Fund and the Receiving Fund have a similar investment approach and, given the relative size of the two funds, we believe that shareholders in the Merging Fund will benefit from a merger with the Receiving Fund. The Merging Fund has approximately USD 13.5 million under management as of 31 December 2021 while the Receiving Fund has approximately EUR 369.2 million under management as of the same date.

Both the Merging Fund and the Receiving Fund are managed by the same investment manager and team, and use broadly the same investment process.

The Receiving Fund has environmental and/or social characteristics within the meaning of Article 8 under the Sustainable Finance Disclosure Regulation ("SFDR"). The Receiving Fund invests in companies which meet the investment manager's sustainability criteria and maintains a higher overall sustainability score than the Thomson Reuters Global index, based on the investment manager's rating system. In addition, certain exclusions are applied and the Receiving Fund invests in companies that have good governance practices. The portfolio manager may also engage with companies held to challenge identified areas of weakness on sustainability issues. We believe that the inclusion of measurable sustainability characteristics within the investment policy is beneficial for the shareholders in the Merging Fund.

We believe it is in the interest of both funds' shareholders to merge the Merging Fund into the Receiving Fund. This decision has been made in accordance with Article 5 of the articles of incorporation of the Company and the provisions of the prospectus of the Company (the "Prospectus").

Investment objectives and policies

The investment objectives of both the Merging Fund and the Receiving Fund include the provision of capital growth by investing in a diversified range of convertible securities issued by companies worldwide. Both the Merging Fund and Receiving Fund may use derivatives for the purposes of achieving investment gains, hedging risks and efficient portfolio management.

There is a difference between the two funds regarding investment in securities with a below investment grade credit rating. For the Merging Fund, it may invest in securities with an investment grade or below investment grade credit rating while aiming to achieve an average credit quality equivalent to investment grade. For the Receiving Fund, it may invest in excess of 50% of its assets in securities that have a below investment grade credit rating.

Another difference is on the benchmark used to assess financial performance. The Merging Fund has a target benchmark, Thomson Reuters Global Focus Investment Grade Hedged index (USD), whereas the Receiving Fund does not have a target benchmark, but a comparator benchmark, 2/3 Thomson Reuters Global Focus Hedged Convertible Bond index (EUR) + 1/3 Thomson Reuters Global Focus Investment Hedged Grade index (EUR), instead. As noted above, from a non-financial performance perspective, the Receiving Fund commits to maintain a higher sustainability score than Thomson Reuters Global index, based on the investment manager's rating system.

In addition, the Receiving Fund takes into account sustainability criteria when selecting its investments as described in the previous section.

Prior to the merger, the Merging Fund will dispose of any assets that are not in line with the Receiving Fund's investment portfolio or which cannot be held due to investment restrictions.

Share classes and annual investment management fee changes

The synthetic risk and return indicator (the SRRI) is category 3 for the Merging Fund and category 4 for the Receiving Fund. The base currency of the Merging Fund is USD and the Receiving Fund is EUR. From the perspective of the Merging Fund shareholders, all share classes of the Merging Fund will be merged into share classes at the Receiving Fund that have the same share class currency. A full summary of which Merging Fund share classes will be merged into which Receiving Fund share classes can be found under section "Existing and New Share Class Mapping" in the Appendix.

The risk/reward profile of the Receiving Fund is higher than the risk/reward profile of the Merging Fund. Therefore, as a result of this Merger, the extent of the change to the risk/reward profile is significant.

The table below summarises the annual investment management charges (the AMC) and ongoing charges (the OGC) for the share classes of the Merging Fund and the Receiving Fund. Shareholders in the Merging Fund will be charged the same AMC as a result of the Merger. While some classes of the Receiving Fund may have slightly higher OGC due to the need to undergo currency hedging, we believe that the combined assets under management of the Merging Fund and the Receiving Fund will offer potential economies of scale to both sets of investors.

Merging Fund Share Class	AMC	OGC¹	Receiving Fund Share Class	AMC	OGC¹
A Acc USD	1.20%	1.50%	A Acc (USD Hedged)	1.20% ²	1.52% ³
A Dis USD	1.20%	1.50%	A Dis (USD Hedged)	1.20% ²	1.52% ³

¹ Percentages are per annum and are stated with reference to the net asset value per share. The OGCs include, where applicable, the distribution charge, shareholder servicing charge, investment management fee and other administration costs including the fund administration, custodian and transfer agency costs. They include the management fees and administration costs of the underlying investment funds in the portfolio. The OGCs are as at 31 December 2021.

² This share class will be launched prior to the Effective Date to facilitate the Merger.

³ This is an indicative figure, derived from the difference in OGC between share classes that exist for both funds.

A Acc (CHF Hedged)	1.20%	1.53%	A Acc (CHF Hedged)	1.20% ²	1.52% ³
A Dis (CHF Hedged)	1.20%	1.53%	A Dis (CHF Hedged)	1.20% ²	1.52% ³
A Acc (EUR Hedged)	1.20%	1.53%	A Acc EUR	1.20%	1.49%
A Dis (EUR Hedged)	1.20%	1.53%	A Dis EUR	1.20% ²	1.52% ³
C Acc (CHF Hedged)	0.60%	0.83%	C Acc (CHF Hedged)	0.60% ²	0.82% ³
C Acc (EUR Hedged)	0.60%	0.83%	C Acc EUR	0.60%	0.79%
E Acc (CHF Hedged)	0.30%	0.53%	E Acc (CHF Hedged)	0.30% ²	0.52% ³
E Acc (EUR Hedged)	0.30%	0.53%	E Acc EUR	0.30%	0.49%
I Acc USD	0.00%	0.06%	I Acc (USD Hedged)	0.00% ²	0.06% ³

Dealing cut-off time and settlement periods for subscriptions and redemptions

There is no change to the dealing cut-off time or the settlement periods. The dealing cut-off time of the Receiving Fund is 1.00 p.m. Luxembourg time on the dealing day. Orders that reach HSBC Continental Europe, Luxembourg ("HSBC") before the cut-off time will be executed on the dealing day. The settlement periods for subscription and redemption are within three business days following a dealing day.

A key features comparison table of the Merging Fund and the Receiving Fund (including the share class changes) can be found in the Appendix.

Merger

This Merger notice is required by Luxembourg law.

As a result of the Merger, there will be no change of legal entity acting as investment manager, which remains Schroder Investment Management (Switzerland) AG.

Costs and expenses of the Merger

The Merging Fund has no unamortised preliminary expenses and outstanding set-up costs. The expenses incurred in the merger, including the legal, audit, administrative and regulatory charges, will be borne by the Company's management company, Schroder Investment Management (Europe) S.A. (the "Management Company"). The Merging Fund will bear the market-related transaction costs associated with the disposal of any investments that are not in line with the Receiving Fund.

From 28 April 2022, the Merging Fund's net asset value per share ("NAV") will be adjusted down each time there is a net outflow from the Merging Fund by means of a dilution adjustment. This is in order to account for the market-related transaction costs associated with the disposal of any investments that are not in line with the Receiving Fund's portfolio, or associated with redemption or switch orders received during the period leading up to the Merger. In the event that there are net inflows to the Merging Fund during this period, the NAV will be adjusted upwards. The intent of the adjustment is to protect existing and continuing shareholders in the Merging Fund from bearing any market-related transaction costs and to

apportion these costs appropriately. However, any transaction costs are unlikely to be significant and they will not have a material impact on the shareholders of the Receiving Fund or the Merging Fund.

A dilution adjustment will be applied to the Receiving Fund's NAV where applicable to account for the costs associated with investing significant cash amounts as a result of the Merger. The intent of the adjustment is to protect existing shareholders in the Receiving Fund so that the costs are borne by the incoming shareholders. Any such costs are unlikely to be significant and they will not have a material impact on the incoming shareholders.

Further information relating to dilution adjustments is available in the Prospectus in section 2.4 "Calculation of Net Asset Value". The Prospectus is available at www.schroders.lu.

Exchange ratio, treatment of accrued income and consequences of the Merger

On the Effective Date, the net assets of the Merging Fund will be transferred to the Receiving Fund. For the shares of each class that they hold in the Merging Fund, shareholders of the Merging Fund will receive an equal amount by value of shares of the corresponding class in the Receiving Fund. The exchange ratio of the Merger will be the result of the ratio between the NAV of the relevant class of the Merging Fund and the NAV or initial issue price of the relevant class of the Receiving Fund as of the Effective Date. Where a dilution adjustment has been applied, the Receiving Fund's NAV used for the merger ratio calculation may differ to the official published NAV.

While the overall value of the shareholders' holdings will remain the same, shareholders may receive a different number of shares in the Receiving Fund than they had previously held in the Merging Fund.

Any accrued income relating to the Merging Fund's shares at the time of the Merger will be included in the calculation of the final NAV of the Merging Fund and will be accounted for after the Merger in the NAV of the Receiving Fund. The Receiving Fund will not bear any additional income, expenses and liabilities attributable to the Merging Fund accruing after the Effective Date.

You will become a shareholder of the Receiving Fund, in the share class which corresponds to your current holding in the Merging Fund. A full summary of which Merging Fund share classes will be merged into which Receiving Fund share classes can be found under section "Existing and New Share Class Mapping" in the Appendix.

The first dealing date for your shares in the Receiving Fund will be the **9 June 2022**, the related deal cut-off for this dealing day being 1.00 p.m. Luxembourg time on the dealing day.

Rights of shareholders to redeem/switch

If you do not wish to hold shares in the Receiving Fund from the Effective Date, you have the right to redeem your holding in the Merging Fund or to switch into another Schroder fund at any time up to and including the dealing day on **1 June 2022**. After that deal cut-off, redemptions and switches from the Merging Fund will not be accepted.

HSBC will execute your redemption or switch instructions in accordance with the provisions of the Prospectus free of charge, although in some countries local paying agents, correspondent banks or similar agents may charge transaction fees. Local agents may 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 1.00 p.m. Luxembourg time deal cut-off on **1 June 2022**.

Subscriptions or switches into the Merging Fund from new investors will not be accepted after deal cut-off on **28 April 2022**.

To allow sufficient time for changes to be made to regular savings plans and similar facilities, subscriptions or switches into the Merging Fund will be accepted from existing investors until **18 May 2022** (deal cut-off at 1.00 p.m. Luxembourg time on **18 May 2022**).

Tax status

The conversion of shares at the time of the Merger and / or your redemption or switch of shares prior to the Merger might affect the tax status of your investment, so we recommend that you seek independent professional advice in these matters.

Further information

We advise shareholders to read the Receiving Fund's key investor information document (the KIID) which accompanies this letter. This is a representative KIID for the Receiving Fund, showing information for a standard share class (A share class). It is, together with the KIIDs of all other available share classes, available at www.schroders.lu. The Prospectus is also available at that address.

An audit report will be prepared by the approved statutory auditor in relation to the Merger and will be available free of charge upon request from the Management Company.

We hope that you will choose to remain invested in the Receiving Fund after the Merger. If you would like more information, please contact your local Schroders office, your usual professional adviser or the Management Company on (+352) 341 342 202.

Yours faithfully,

The Board of Directors

Appendix

Key Features Comparison Table

The following is a comparison of the principal features of the Merging Fund and the Receiving Fund. Both are sub-funds of the Company. Full details are set out in the Prospectus and shareholders are also advised to consult the KIID of the Receiving Fund.

	Merging Fund Schroder International Selection Fund — Global Conservative Convertible Bond	Receiving Fund Schroder International Selection Fund — Global Sustainable Convertible Bond
Prospectus Investment Objective and Policy	<p>Investment Objective</p> <p>The Fund aims to provide capital growth in excess of the Thomson Reuters Global Focus Investment Grade Hedged index (USD) after fees have been deducted over a three to five year period by investing in convertible securities issued by companies worldwide.</p>	<p>Investment Objective</p> <p>The Fund aims to provide capital growth by investing in convertible securities issued by companies worldwide which meet the Investment Manager's sustainability criteria.</p>
	<p>Investment Policy</p> <p>The Fund is actively managed and invests at least two-thirds of its assets in a diversified range of convertible securities and other similar transferable securities, such as convertible preference securities, exchangeable bonds or exchangeable notes, issued by companies worldwide. The Fund may also invest in fixed and floating rate securities, equity and equity related securities of companies worldwide.</p> <p>The Fund is designed to participate in rising markets whilst aiming to mitigate losses in falling markets. The mitigation of losses cannot be guaranteed. The Fund may invest in securities with an investment grade or sub-investment grade credit rating while aims to achieve an average credit quality equivalent to investment grade (as measured by Standard & Poor's or any equivalent grade of other</p>	<p>Investment Policy</p> <p>The Fund is actively managed and invests at least two-thirds of its assets in a diversified range of convertible securities issued by companies worldwide. The Fund may also invest in equity and equity related securities of companies worldwide.</p> <p>Convertible bonds are typically corporate bonds that can be converted into equities at a given price. As such, the Investment Manager believes investors can gain exposure to global equity markets with the defensive benefits and less volatile characteristics of a bond investment.</p> <p>The Fund may invest in excess of 50% of its assets in securities that have a below investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies for rated bonds</p>

	Merging Fund Schroder International Selection Fund — Global Conservative Convertible Bond	Receiving Fund Schroder International Selection Fund — Global Sustainable Convertible Bond
	<p>credit rating agencies for rated bonds and implied Schrodgers ratings for non-rated bonds).</p> <p>Convertible bonds are typically corporate bonds that can be converted into equities at a given price. As such, the Investment Manager believes investors can gain exposure to global equity markets with the defensive benefits and less volatile characteristics of a bond investment.</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 with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently.</p>	<p>and implied Schrodgers ratings for nonrated bonds).</p> <p>The Fund maintains a higher overall sustainability score than Thomson Reuters Global, 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 Information" on the Fund's webpage, accessed via www.schroders.com/en/lu/private-investor/gfc.</p> <p>The Fund invests in companies that have good governance practices, as determined by the Investment Manager's rating criteria (please see the Fund Characteristics section for more details).</p> <p>The Investment Manager may also engage with companies held by the Fund to challenge identified areas of weakness on sustainability issues. More details on the Investment Manager's approach to sustainability and its engagement with companies are available on the website www.schroders.com/en/lu/private-investor/strategic-capabilities/sustainability/disclosures.</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</p>

	Merging Fund Schroder International Selection Fund — Global Conservative Convertible Bond	Receiving Fund Schroder International Selection Fund — Global Sustainable Convertible Bond
		<p>Investments, and hold cash (subject to the restrictions provided in Appendix I).</p> <p>The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently.</p>
	<p>Benchmark</p> <p>The Fund's performance should be assessed against its target benchmark being to exceed the Thomson Reuters Global Focus Investment Grade Hedged index (USD). The Fund's investment universe is expected to overlap materially with the components of the target benchmark. 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 target benchmark. The Investment Manager will invest in companies or sectors not included in the target benchmark in order to take advantage of specific investment opportunities.</p> <p>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.</p>	<p>Benchmark</p> <p>The Fund does not have a target benchmark. The Fund's performance should be compared against the 2/3 Thomson Reuters Global Focus Hedged Convertible Bond index (EUR) + 1/3 Thomson Reuters Global Focus Investment Hedged Grade index (EUR). The comparator benchmark is only included for performance comparison purposes and does not have any bearing on how the Investment Manager invests the Fund's assets. The Fund's investment universe is expected to overlap materially with the components of the comparator benchmark. 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 comparator benchmark. The benchmark(s) does/do not take into account the environmental and social characteristics or sustainable objective (as relevant) of the Fund.</p> <p>The comparator benchmark has been selected because the Investment Manager believes that the benchmark is a suitable</p>

	Merging Fund Schroder International Selection Fund — Global Conservative Convertible Bond	Receiving Fund Schroder International Selection Fund — Global Sustainable Convertible Bond
		comparison for performance purposes given the Fund's investment objective and policy.
		<p>Sustainability Criteria</p> <p>The Investment Manager applies sustainability criteria when selecting investments for the Fund.</p> <p>The Investment Manager applies a best in class approach – a company is given a rating based on a variety of ESG criteria using a proprietary tool.</p> <p>The lowest scoring 20% of companies are excluded.</p> <p>Fund holdings will mainly be allocated to companies with ESG scores within the 60% to 100% quintiles, unless there are compelling reasons to include companies which fall outside these quintiles. The sustainability characteristics of a company can also impact the sizing of positions in the Fund.</p> <p>The measures above aim to ensure that the Fund's portfolio has an overall ESG score of more than 50% at any time.</p> <p>The sources of information used to perform the analysis include information provided by the companies, such as company sustainability reports and other relevant company material, as well as Schroders' proprietary sustainability tools and third-party data.</p> <p>The Investment Manager ensures that at least 90% of companies in the Fund's portfolio are rated against the sustainability criteria. As a result of the application of</p>

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		<p>sustainability criteria, at least 20% of the Fund's potential investment universe is excluded from the selection of investments.</p> <p>For the purposes of this test, the potential investment universe is the core universe of issuers that the Investment Manager may select for the Fund prior to the application of sustainability criteria, in accordance with the other limitations of the Investment Objective and Policy. This universe is comprised of convertible securities issued by companies worldwide. However, the universe (for the purpose of this test only) shall not include debt issued by public or quasi-public issuers.</p>
KIID Investment Objective and Policy	<p>Objectives</p> <p>The fund aims to provide capital growth in excess of the Thomson Reuters Global Focus Investment Grade Hedged index (USD) after fees have been deducted over a three to five year period by investing in convertible securities issued by companies worldwide.</p> <p>Investment policy</p> <p>The fund is actively managed and invests at least two-thirds of its assets in a diversified range of convertible bonds issued by companies worldwide. The fund may also invest in equities of companies worldwide.</p> <p>The fund is designed to participate in rising markets whilst aiming to mitigate losses in falling markets. The mitigation of losses cannot be guaranteed. The fund may invest securities with an investment</p>	<p>Objectives</p> <p>The fund aims to provide capital growth by investing in convertible bonds issued by companies worldwide which meet the investment manager's sustainability criteria.</p> <p>Investment policy</p> <p>The fund is actively managed and invests at least two-thirds of its assets in a diversified range of convertible bonds issued by companies worldwide. The fund may also invest in equities of companies worldwide. Convertible bonds are typically corporate bonds that can be converted into equities at a given price. The fund may invest in excess of 50% of its assets in bonds that have a below investment grade credit rating (as measured by Standard & Poor's or</p>

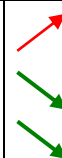
	Merging Fund Schroder International Selection Fund — Global Conservative Convertible Bond	Receiving Fund Schroder International Selection Fund — Global Sustainable Convertible Bond
	<p>grade or sub-investment grade credit rating while aims to achieve an average credit quality equivalent to investment grade (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies for rated bonds and implied Schroders ratings for non-rated bonds).</p> <p>Convertible bonds are typically corporate bonds that can be converted into equities at a given price. As such, the investment manager believes investors can gain exposure to global equity markets with the defensive benefits and less volatile characteristics of a bond investment.</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 the prospectus).</p> <p>The fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the fund more efficiently.</p>	<p>any equivalent grade of other credit rating agencies).</p> <p>The fund invests in companies that have good governance practices, as determined by the investment manager's rating criteria. The investment manager may also engage with companies held by the fund to challenge identified areas of weakness on sustainability issues. More details on the investment manager's approach to sustainability are available in the prospectus and on the website www.schroders.com/en/lu/private-investor/strategiccapabilities/sustainability/disclosures.</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 the prospectus). The fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the fund more efficiently.</p>
	<p>Benchmark</p> <p>The fund's performance should be assessed against its target benchmark being to exceed the Thomson Reuters Global Focus investment Grade Hedged index (USD). The fund's investment universe is expected to overlap materially with the components of the target benchmark. The</p>	<p>Benchmark</p> <p>The fund does not have a target benchmark. The fund's performance should be compared against the 2/3 Thomson Reuters Global Focus Hedged Convertible Bond index (EUR) + 1/3 Thomson Reuters Global Focus investment Hedged Grade index (EUR). The comparator benchmark is only</p>

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	<p>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 target benchmark. The investment manager will invest in companies or sectors not included in the target benchmark in order to take advantage of specific investment opportunities. 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</p>	<p>included for performance comparison purposes and does not have any bearing on how the investment manager invests the fund's assets. The fund's investment universe is expected to overlap materially with the components of the comparator benchmark. 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.</p> <p>The investment manager will invest in companies or sectors not included in the comparator benchmark. 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 policy. The benchmark(s) does/do not take into account the environmental and social characteristics or sustainable objective (as relevant) of the fund.</p>	
Investment Manager	Schroder Investment Management (Switzerland) AG	Schroder Investment Management (Switzerland) AG	
Synthetic Risk and Reward Indicator (SRRI)	Category 3	Category 4	
Exposure to different categories of risk (English)	<p>Exposure</p> <p>The fund may invest securities with an investment grade or sub-investment grade credit rating while aims to achieve an average credit quality equivalent to investment grade (as measured by</p>	<p>Exposure</p> <p>The fund may invest in excess of 50% of its assets in bonds that have a below investment grade</p>	<p>Contribution to risk profile compared with previous situation:</p>

	Merging Fund Schroder International Selection Fund — Global Conservative Convertible Bond	Receiving Fund Schroder International Selection Fund — Global Sustainable Convertible Bond	
	Standard & Poor's or any equivalent grade of other credit rating agencies for rated bonds and implied Schroders ratings for non-rated bonds).	credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies).	+
KIID Risk Disclosures	<p>Credit risk: A decline in the financial health of an issuer could cause the value of its bonds to fall or become worthless.</p> <p>Currency risk: The fund may lose value as a result of movements in foreign exchange rates.</p> <p>Emerging Markets & Frontier risk: Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty, operational and liquidity risk than developed markets.</p> <p>High yield bond risk: High yield bonds (normally lower rated or unrated) generally carry greater market, credit and liquidity risk.</p> <p>Interest rate risk: The fund may lose value as a direct result of interest rate changes.</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.</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</p>	<p>Sustainability Risk: The fund has environmental and/or social characteristics. This means it may have limited exposure to some companies, industries or sectors and may forego certain investment opportunities, or dispose of certain holdings, that do not align with its sustainability criteria. Therefore, the fund may underperform other funds that do not apply similar criteria. The fund may invest in companies that do not reflect the beliefs and values of any particular investor.</p> <p>Credit risk: A decline in the financial health of an issuer could cause the value of its bonds to fall or become worthless.</p> <p>Currency risk: The fund may lose value as a result of movements in foreign exchange rates.</p> <p>Emerging Markets & Frontier risk: Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty, operational and liquidity risk than developed markets.</p> <p>High yield bond risk: High yield bonds (normally lower rated or unrated) generally carry greater market, credit and liquidity risk.</p>	

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	<p>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>IBOR: The transition of the financial markets away from the use of interbank offered rates (IBORs) to alternative reference rates may impact the valuation of certain holdings and disrupt liquidity in certain instruments. This may impact the investment performance of the fund.</p> <p>Derivatives risk: 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. The fund may also materially invest in derivatives including using short selling and leverage techniques with the aim of making a return. When the value of an asset changes, the value of a derivative based on that asset may change to a much greater extent. This may result in greater losses than investing in the underlying asset.</p>	<p>Interest rate risk: The fund may lose value as a direct result of interest rate changes.</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.</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>IBOR: The transition of the financial markets away from the use of interbank offered rates (IBORs) to alternative reference rates may impact the valuation of certain holdings and disrupt liquidity in certain instruments. This may impact the investment performance of the fund.</p> <p>Derivatives risk: 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. The fund may also materially invest in derivatives including using short selling and leverage techniques with the aim of making a return. When the value of an asset changes, the value of a derivative based on that asset may</p>

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		change to a much greater extent. This may result in greater losses than investing in the underlying asset.
Profile of the Typical Investor	The Fund may be suitable for Investors who are seeking to combine capital growth opportunities with income in the relative stability of the debt markets over the long term.	The Fund may be suitable for Investors who are seeking to combine capital growth opportunities with income in the relative stability of the debt markets over the long term.
Fund Category	Specialist Bond Fund	Specialist Bond Fund
Fund Currency	USD	EUR
Launch Date	19 December 2014	13 December 2018
Fund Size (at 31 Dec 2021)	USD 13.5m	EUR 369.2m
Dealing Cut-off Time and Settlement Periods for Subscriptions and Redemptions	13.00 Luxembourg time on Dealing Day 3 Business Days from the relevant Dealing Day	13.00 Luxembourg time on Dealing Day 3 Business Days from the relevant Dealing Day
Risk Management Method	Commitment approach	Commitment approach
Initial Charge	A: up to 3.00% C: up to 1.00% E: up to 1.00% I: none	A: up to 3.00% C: up to 1.00% E: up to 1.00% I: none
Management Fees by share class	A: 1.20% C: 0.60% E: 0.30% I: none	A: 1.20% C: 0.60% E: 0.30% I: none
Ongoing Charges by share class	A: 1.50% C (EUR Hedged): 0.83% E (EUR Hedged): 0.53%	A (USD Hedged): 1.52% ^{1, 2} C: 0.79% E: 0.49%



	Merging Fund Schroder International Selection Fund — Global Conservative Convertible Bond	Receiving Fund Schroder International Selection Fund — Global Sustainable Convertible Bond
	I: 0.06%	I (USD Hedged): 0.06% ^{1,2}
Performance fee details	Not applicable	Not applicable

The Merger will also apply to any additional share classes launched prior to the Effective Date.

¹ This share class will be launched prior to the Effective Date to facilitate the Merger.

² This is an indicative figure, derived from the difference in OGC between share classes that exist for both funds.

Existing and New Share Class Mapping

Merging Fund – Schroder International Selection Fund – Global Conservative Convertible Bond		Receiving Fund – Schroder International Selection Fund – Global Sustainable Convertible Bond	
Existing Share Class Held	ISIN Code	New Share Class to be Held	ISIN Code
A Accumulation USD	LU1148414987	A Accumulation USD (Hedged) ¹	LU2448034319
A Distribution USD	LU1148415794	A Distribution USD (Hedged) ¹	LU2448034152
A Accumulation CHF (Hedged)	LU1148417063	A Accumulation CHF (Hedged) ¹	LU2448034079
A Distribution CHF (Hedged)	LU1148417907	A Distribution CHF (Hedged) ¹	LU2448033931
A Accumulation EUR (Hedged)	LU1148416099	A Accumulation EUR	LU1910163515
A Distribution EUR (Hedged)	LU1148416842	A Distribution EUR ¹	LU2448033857
C Accumulation CHF (Hedged)	LU1148417220	C Accumulation CHF (Hedged) ¹	LU2448033774
C Accumulation EUR (Hedged)	LU1148416255	C Accumulation EUR	LU1910163606
E Accumulation CHF (Hedged)	LU1148417576	E Accumulation CHF (Hedged) ¹	LU2448033691
E Accumulation EUR (Hedged)	LU1148416412	E Accumulation EUR	LU1910163788
I Accumulation USD	LU1148415364	I Accumulation USD (Hedged) ¹	LU2448033428

The Merger will also apply to any additional share classes launched prior to the Effective Date.

¹ This share class will be launched on the Effective Date to facilitate the Merger.