

SCHRODER INTERNATIONAL SELECTION FUND
(the “Company”)
TERMS AND CONDITIONS FOR THE PUBLIC DISTRIBUTION OF SHARES IN
HUNGARY

INTRODUCTION

Schroder International Selection Fund (the “Company”) is established as a société anonyme qualifying as a société d'investissement à capital variable (SICAV), incorporated in Luxembourg as an open-ended investment company with the status of a UCITS (Undertaking for Collective Investment in Transferable Securities) within the provisions of Council Directive No. 85/611/EEC of 20 December 1985 (as amended). The Company operates separate sub-funds (hereinafter referred to as the “Funds”) and within each Fund, separate classes of collective investment securities (hereinafter referred to as the “Shares”) may be issued.

The Company has appointed Schroder Investment Management (Luxembourg) S.A. as its management company (the “Management Company”). The Management Company is entrusted with the day-to-day management of the Company, with responsibility for performing directly or by way of delegation all operational functions relating to the Company’s investment management and administration, and marketing of the Funds.

This addendum sets out the specific terms for the public distribution of the Shares of the Funds in Hungary and should be read in conjunction with the full Prospectus which contains detailed rules concerning the structure and operation of the Company and the Simplified Prospectuses which contain summary information for investors including the procedure for the purchase, sale and/or conversion of Shares.

We draw the attention of the investors to the fact that the term ‘Shares’ used in the Prospectus is used as ‘collective investment securities’ – as defined by the Hungarian Capital Markets Act No CXX of 2001 (hereinafter: the CMA). The term Shares used in accordance with the terms of the Company’s jurisdiction shall in neither way deemed as same as the term shares under the Hungarian legal provisions.

AUTHORISATION

The public distribution of the Shares of the Funds in Hungary was approved by the Company on April 21, 2008. Shares are distributed in accordance with the requirements of the CMA.

FORM OF INVESTMENTS

The Articles of Association of the Company permit it to invest in transferable securities of any kind and other permitted assets,[A3 AoI] to the full extent permitted by Luxembourg law. The Articles have the effect that, subject to the law, it is at the Directors’ discretion to determine any restrictions on investment or on borrowing or on pledging of the Company’s assets [A16 AoI]. The investment and borrowing restrictions applicable to the Company are set out in full within Appendix I of the full Prospectus.

The Directors are responsible for the overall investment policy of the Company. Each of the Funds comprises an investment portfolio which is managed separately and in accordance with the investment objectives and policies for each of the Funds as detailed in the full and simplified prospectuses. A list of the Funds available for distribution in Hungary are detailed in the relevant section below.

RISKS ASSOCIATED WITH THE INVESTMENT

Potential investors should be aware that an investment in the Funds carries certain risks which may involve the loss of some or all of the capital amount originally subscribed. The price of the Shares in each of the Funds can go down as well as up. An explanation of the risks associated with an investment in the Funds is set out in full in the “Risks of Investment” section in the full Prospectus and in summary form within Simplified Prospectuses.

The Company and its operating practices are governed by Luxembourg law which may be unfamiliar to Hungarian investors. Therefore, should there be any doubt concerning the suitability of an investment in the Funds, or the content of the full or simplified prospectuses, investors are advised to consult a stockbroker, solicitor, accountant or other professional advisor.

FUNDS AVAILABLE FOR PUBLIC DISTRIBUTION IN HUNGARY

A schedule of the Funds available for public distribution in Hungary is attached to this addendum. As described in the full Prospectus, the Funds are available for subscription in Euro and other dealing currencies, and in the form of distribution and accumulation Shares. Only Class A1 Shares will be available for public distribution within Hungary with a charging structures as detailed within Section 1 of the full Prospectus and in the Simplified Prospectuses.

As described in Section 1 and Section 3 of the full Prospectus, the Directors may create additional funds and/or close or merge existing funds where it is deemed to be in the interests of shareholders, subject to the applicable statutory notice periods.

The public distribution of the Shares of the Funds in Hungary is co-ordinated through the appointed distributors (the "Distributors") detailed in the relevant section of this addendum

Hedged Share classes are available within certain of the Funds. These Funds will, in respect of the hedged Share class, operate a strategy which aims to reduce the risk of currency movements between the base currency and the currency of the hedged Share class. Further information in respect of hedged Share classes is contained within the full Prospectus and simplified prospectuses.

DISTRIBUTORS IN HUNGARY

The Distributor appointed by the Management Company to offer for sale the Shares of the Funds in Hungary are as follows:

CITIBANK, Zrt

Registered Seat: Szabadsag Ter 7, H- 1051 Budapest, Hungary

Registration Number: CG. 01-10-041029

Citibank branches:

Békéscsaba, Munkácsy Mihály u. 3. Nyitva tartás: H-P 8-16
Budapest I. Kerület, Hegyalja út 7-13. Nyitva tartás: H-P 8-16
Budapest III. kerület, Lajos u. 76-80. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Budapest V. kerület, Vörösmarty tér. 4. Nyitva tartás: H-CS: 9-17 P: 9-16
Budapest V. kerület, Báthory u. 12. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Budapest XII. kerület, Alkotás út 11. Nyitva tartás: H-P 8-16
Budapest XIII. kerület, Váci út 35. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Debrecen, Piac u. 51. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Eger, Deák Ferenc u. 1. Nyitva tartás: H-P 8-16
Győr, Király u. 14. Nyitva tartás: H-P 8-17
Kaposvár, Fő u. 7. Nyitva tartás: H-P 8-16
Kecskemét, Petőfi S. u. 1. Nyitva tartás: H-P 8-17
Miskolc, Bajcsy-Zsilinszky u. 1-3. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Nyíregyháza, Bethlen Gábor u. 1. Nyitva tartás: H-P 8-17
Pécs, Jókai tér 2. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Szeged, Nagy Jenő u. 1. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Szekszárd, Bezerédj u. 2. Nyitva tartás: H-P 8-16
Székesfehérvár, Liszt Ferenc u. 1. Nyitva tartás: H-P 8-16
Szolnok, Kossuth Lajos u. 7. Nyitva tartás: H-P 8-16
Szombathely, Kossuth Lajos u. 10. Nyitva tartás: H,SZ: 8-17.30 K,CS,P: 8-16
Vác, Káptalan u. 6. Nyitva tartás: H-P 8-16
Veszprém, Brusznay Árpád u. 6. Nyitva tartás: H-P 8-16
Zalaegerszeg, Kossuth Lajos u. 25-27. Nyitva tartás: H-P 8-16

CitiPhone Banking: 06-40-CITI24
06-40-248424

OTP Bank Plc

Registered Seat: Nádor utca 16, Budapest, 1051 Hungary

Registration Number: Cg. 01-10-041585

OTP branches:

OTP Bank Nyrt.	1052	Deák Ferenc u. 7-9.	Budapest
OTP Bank Nyrt.	1011	Iskola u.38-42.	Budapest
OTP Bank Nyrt.	1024	Fény u.11-13.	Budapest
OTP Bank Nyrt.	1033	Flórián tér 15.	Budapest
OTP Bank Nyrt.	1113	Bartók B. u.92-94.	Budapest
OTP Bank Nyrt.	1124	Jagelló u. 20/a.	Budapest
OTP Bank Nyrt.	1051	Semmelweis u. 11.	Budapest
OTP Bank Nyrt.	1221	Kossuth L. u. 31.	Budapest
OTP Bank Nyrt.	1025	Törökvészi út 1/a.	Budapest
OTP Bank Nyrt.	1051	Nádor u. 6.	Budapest
OTP Bank Nyrt.	1173	Ferihegyi út 93.	Budapest
OTP Bank Nyrt.	1163	Jókai u. 1/b.	Budapest
OTP Bank Nyrt.	1136	Tátra u.10.	Budapest
OTP Bank Nyrt.	1148	Nagy Lajos kir. u. 21.	Budapest
OTP Bank Nyrt.	1134	Babér u. 9 .	Budapest
OTP Bank Nyrt.	1095	Tinódi u. 9-11.	Budapest
OTP Bank Nyrt.	1181	Üllői út 377.	Budapest
OTP Bank Nyrt.	1204	Kossuth L.utca 44-46.	Budapest
OTP Bank Nyrt.	1211	Kossuth Lajos út 99.	Budapest
OTP Bank Nyrt.	1041	Erzsébet u. 50.	Budapest
OTP Bank Nyrt.	6000	Korona utca 2.	Kecskemét
OTP Bank Nyrt.	6500	Deák F. u. 1.	Baja
OTP Bank Nyrt.	5600	Szent István tér 3.	Békéscsaba
OTP Bank Nyrt.	6720	Takaréktár u. 7.	Szeged
OTP Bank Nyrt.	5700	Bodoky u.9.	Gyula
OTP Bank Nyrt.	3530	Uitz Béla u.6.	Miskolc
OTP Bank Nyrt.	3700	Egressy út 50.	Kazincbarcika
OTP Bank Nyrt.	3300	Széchenyi u.2.	Eger
OTP Bank Nyrt.	8001	Ősz u.13.	Székesfehérvár
OTP Bank	2400	Dózsa György u. 4.	Dunaújváros

Nyrt.			
OTP Bank			
Nyrt.	8200	Budapest u.4.	Veszprém
OTP Bank			
Nyrt.	8500	Fő út 5.	Pápa
OTP Bank			
Nyrt.	2800	Fő tér 32.	Tatabánya
OTP Bank			
Nyrt.	9021	Teleki L.u.51..	Győr
OTP Bank			
Nyrt.	9700	Fő tér 3-5.	Szombathely
OTP Bank			
Nyrt.	9400	Várkerület 96/a.	Sopron
OTP Bank			
Nyrt.	8900	Kisfaludy u.15-17.	Zalaegerszeg
OTP Bank			
Nyrt.	8800	Deák tér 15.	Nagykanizsa
OTP Bank			
Nyrt.	8360	Kossuth u. 38.	Keszthely
OTP Bank			
Nyrt.	3100	Rákóczi u.22.	Salgótarján
OTP Bank		Szabadság u.	
Nyrt.	2040	131/a.	Budaörs
OTP Bank			
Nyrt.	2000	Dumtscha J. 6	Szentendre
OTP Bank			
Nyrt.	7621	Rákóczi u.44.	Pécs
OTP Bank			
Nyrt.	7100	Szt. István tér 5-7.	Szekszárd
OTP Bank		Dózsa György u.	
Nyrt.	7030	33.	Paks
OTP Bank			
Nyrt.	7400	Fő u.12.	Kaposvár
OTP Bank			
Nyrt.	8600	Szabadság tér 10/A	Siófok
OTP Bank			
Nyrt.	4400	Rákóczi u.1.	Nyíregyháza
OTP Bank			
Nyrt.	5000	Szapáry u.31.	Szolnok
OTP Bank			
Nyrt.	4025	Hatvan u. 2-4.	Debrecen
OTP Bank			
Nyrt.	5100	Lehel Vezér tér 28.	Jászberény

The Management Company may appoint additional distributors at its discretion whereupon this addendum will be updated accordingly.

TERMS OF DISTRIBUTION IN HUNGARY

Investors are advised to consult the relevant Distributor concerning the contractual terms under which a subscription, redemption or conversion of Shares in the Funds will be governed, prior to making an investment within the Funds. Investors should note that in addition to the fees and charges payable by the Funds as described within the full Prospectus and simplified prospectuses, there may be additional fees, commissions or other charges levied by the Distributor for account maintenance and/or other services rendered in connection with an investment in the Funds.

The Directors policy is normally to deal with any instructions received from the relevant Distributor before 3 p.m. Luxembourg time on any business day, otherwise if received after this time, on the next

business day except for the funds EURO Equity Secure 2010, European Defensive, European Defensive Monthly, European Defensive 6 Monthly and World Defensive 3 Monthly (for further details please refer to Section 2 of the full prospectus). However, the procedure for the receipt and transmission of investor instructions through each Distributor will vary and investors should consult with the relevant Distributor before placing orders in any of the Funds.

NET ASSET VALUE

The price at which all subscriptions, redemptions and conversions in the Shares of the Funds are transacted are determined by reference to the Net Asset Value per Share of the class of Shares concerned, calculated in the manner described within Appendix B of the full Prospectus, and expressed in the base currency of the relevant fund as detailed in the attached schedule. Prices may include or have added to them, as appropriate: (i) an initial charge; (ii) a distribution charge; (iii) an investment management fee and (iv) in limited circumstances, adjustments to reflect fiscal charges and dealing costs (see paragraph 16(c), Appendix B of the full Prospectus). The fees described in the full Prospectus and simplified prospectuses do not include any maintenance or other charges levied by the Distributors directly. Charges or fees as further described in the full and simplified prospectuses.

TAXATION

Tax may be payable on income received and/or capital gains realised from an investment in the Funds. Investors should inform themselves of, and when appropriate consult their professional advisers on, the possible tax consequences of subscribing for, buying, holding, redeeming, converting or selling Shares under the laws of their country of citizenship, residence or domicile. Investors should note that the levels and bases of, and relief from, taxation can change. For the Hungarian investors Section § 65 of Act CXVII of 1995 on the personal income tax applies - as it is interpreted in connection with the European investment funds by the answers of the Hungarian Tax Authority to the taxation question No. 2002/80 (taxation of incomes on foreign investment units) and taxation question No. 2004/96 (tax payment obligation of incomes on investment units traded in Hungary issued by European investment funds)..

ANNOUNCEMENTS AND PUBLICATIONS

The Net Asset Value per Share of the Funds distributed in Hungary is published on the Hungarian website of Schrodgers (www.schrodgers.hu).

The original English language versions and the Hungarian translations of the full Prospectus and simplified prospectuses, as well as the annual and semi-annual reports and further possible disclosures of the Company to the Hungarian investors are available through the Hungarian website or otherwise those are available on request from the registered office of the Company, contact details for which are detailed in the full Prospectus and simplified prospectuses. The audited annual reports will be published no later than four months after the end of the financial year, 31 December. The unaudited semi-annual reports will be published no later than two months after the end of the relevant half-year.

SCHEDULE OF FUNDS

The following Funds/ shares classes within Schroder International Selection Fund are offered for public distribution in Hungary:

Schroder ISF Absolute Return Bond R1
Schroder ISF Absolute Return Bond R1 EUR Hedged
Schroder ISF Absolute Return Bond
Schroder ISF Absolute Return Bond EUR Hedged
Schroder ISF Asia Pacific Property Securities
Schroder ISF Asian Absolute Return
Schroder ISF Asian Bond
Schroder ISF Asian Bond
Schroder ISF Asian Bond EUR
Schroder ISF Asian Bond EUR
Schroder ISF Asian Bond EUR Hedged
Schroder ISF Asian Bond EUR Hedged
Schroder ISF Asian Convertible Bond
Schroder ISF Asian Convertible Bond EUR Hedged
Schroder ISF Asian Equity Alpha
Schroder ISF Asian Equity Yield
Schroder ISF Asian Equity Yield
Schroder ISF Asian Smaller Companies
Schroder ISF Brazil, Russia, India, China EUR
Schroder ISF BRIC (Brazil, Russia, India, China)
Schroder ISF China Opportunities
Schroder ISF China Opportunities SGD Hedged
Schroder ISF Converging Europe Bond
Schroder ISF Converging Europe Bond
Schroder ISF Converging Europe Bond USD
Schroder ISF Converging Europe Bond USD
Schroder ISF Emerging Asia
Schroder ISF Emerging Asia EUR
Schroder ISF Emerging Europe
Schroder ISF Emerging Europe USD
Schroder ISF Emerging Markets
Schroder ISF Emerging Markets EUR
Schroder ISF Emerging Markets Debt
Schroder ISF Emerging Markets Debt
Schroder ISF Emerging Markets Debt EUR Hedged
Schroder ISF Emerging Markets Debt EUR Hedged
Schroder ISF EURO Active Value
Schroder ISF EURO Bond
Schroder ISF EURO Bond USD
Schroder ISF EURO Corporate Bond
Schroder ISF EURO Dynamic Growth
Schroder ISF EURO Equity
Schroder ISF EURO Equity Alpha
Schroder ISF EURO Equity USD
Schroder ISF EURO Liquidity
Schroder ISF EURO Short Term Bond
Schroder ISF European Equity
Schroder ISF European Active Value
Schroder ISF European Bond
Schroder ISF European Defensive

Schroder ISF European Defensive 6 Monthly
Schroder ISF European Defensive Monthly
Schroder ISF European Dividend Maximiser
Schroder ISF European Dividend Maximiser
Schroder ISF European Dynamic Growth
Schroder ISF European Equity Alpha
Schroder ISF European Equity Yield
Schroder ISF European Equity Yield
Schroder ISF European Equity Yield USD
Schroder ISF European Equity Yield USD
Schroder ISF European Large Cap
Schroder ISF European Smaller Companies
Schroder ISF European Smaller Companies USD
Schroder ISF European Special Situations
Schroder ISF Global Bond
Schroder ISF Global Climate Change Equity
Schroder ISF Global Climate Change Equity EUR
Schroder ISF Global Climate Change Equity EUR Hedged
Schroder ISF Global Corporate Bond
Schroder ISF Global Corporate Bond EUR Hedged
Schroder ISF Global Emerging Market Opportunities
Schroder ISF Global Emerging Market Opportunities EUR
Schroder ISF Global Energy
Schroder ISF Global Energy EUR
Schroder ISF Global Dividend Maximiser
Schroder ISF Global Dividend Maximiser
Schroder ISF Global Equity
Schroder ISF Global Equity Alpha
Schroder ISF Global Equity Alpha EUR
Schroder ISF Global Equity Sigma
Schroder ISF Global Equity Yield
Schroder ISF Global Equity Yield
Schroder ISF Global Equity Yield EUR
Schroder ISF Global High Yield
Schroder ISF Global High Yield EUR Hedged
Schroder ISF Global Inflation Linked Bond
Schroder ISF Global Property Securities
Schroder ISF Global Property Securities EUR Hedged
Schroder ISF Global Quality Growth Equity
Schroder ISF Global Quality Growth Equity EUR
Schroder ISF Global Quantitative Active Value
Schroder ISF Global Quantitative Active Value EUR
Schroder ISF Global Smaller Companies
Schroder ISF Global Smaller Companies EUR
Schroder ISF Global Technology
Schroder ISF Greater China
Schroder ISF Hong Kong Dollar Bond
Schroder ISF Hong Kong Equity
Schroder ISF Indian Equity
Schroder ISF Japanese Equity
Schroder ISF Japanese Equity EUR Hedged
Schroder ISF Japanese Equity USD
Schroder ISF Japanese Equity Alpha
Schroder ISF Japanese Equity Select

Schroder ISF Japanese Smaller Companies
Schroder ISF Japanese Smaller Companies EUR
Schroder ISF Japanese Smaller Companies USD
Schroder ISF Korean Equity
Schroder ISF Latin American
Schroder ISF Latin American EUR
Schroder ISF Middle East
Schroder ISF Middle East EUR
Schroder ISF Pacific Equity
Schroder ISF Pacific Equity EUR
Schroder ISF Strategic Bond
Schroder ISF Strategic Bond EUR Hedged
Schroder ISF Strategic Credit
Schroder ISF Swiss Equity
Schroder ISF Swiss Equity Opportunities
Schroder ISF Swiss Small & Mid Cap Equity
Schroder ISF Taiwanese Equity
Schroder ISF Taiwanese Equity
Schroder ISF UK Equity
Schroder ISF US Dollar Liquidity
Schroder ISF US Large Cap
Schroder ISF US Large Cap EUR
Schroder ISF US Large Cap EUR Hedged
Schroder ISF US Large Cap Alpha
Schroder ISF US Small & Mid-Cap Equity
Schroder ISF US Small & Mid-Cap Equity EUR
Schroder ISF US Small & Mid-Cap Equity EUR Hedged
Schroder ISF US Smaller Companies
Schroder ISF World Defensive 3 Monthly