

Schroder International Selection Fund
Société d'Investissement à Capital Variable
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IMPORTANT: This letter is important and requires your immediate attention. If you have any questions about the content of this letter, you should seek independent professional advice. The directors of Schroder International Selection Fund accept full responsibility for the accuracy of the information contained in this letter and confirm, having made all reasonable enquiries, that to the best of our knowledge and belief there are no other facts the omission of which would make any statement misleading.

1 October 2020

Dear Shareholder,

Schroder International Selection Fund

Schroder International Selection Fund European Dividend Maximiser
Schroder International Selection Fund European Large Cap
Schroder International Selection Fund UK Equity

The board of directors of Schroder International Selection Fund (the "Company") has decided to remove *Plan d'Epargne en Actions* ("PEA") eligibility from each of the above funds (together, the "Funds" and each a "Fund") with effect from 1 January 2021 (the "Effective Date").

Each Fund is managed in such a way to allow French resident investors to invest through a tax efficient wrapper - the *Plan d'Epargne en Actions* ("PEA"). This eligibility for investment through a PEA is achieved by at least 75% of each Fund's assets being invested in equities of companies that are incorporated in the European Union ("EU") or the European Economic Area ("EEA").

Following the UK's departure from the EU on 31 January 2020 a transition period came into effect, which is due to expire on 31 December 2020. During the transition period companies incorporated in the UK continue to be eligible to be held through a PEA but from 1 January 2021 this is unlikely to be the case. As a result it has been decided to remove the PEA status from the Funds from the Effective Date.

If you hold your investment in a Fund through a PEA, you need to take immediate action. If you do not hold your investment in the Fund through a PEA, you do not need to take any action.

With effect from 1 January 2021 an investment in a Fund will no longer be eligible for inclusion in a PEA and you can no longer retain a Fund in your PEA. **Please note that should you decide to continue to maintain your investment in a Fund through a PEA after 1 January 2021 this could result in the immediate closure of your entire PEA.** As a result, if you opened your PEA less than five (5) years ago, you would lose all of the favourable tax treatments associated with a PEA.

To remove the Funds from your PEA, you can either (i) switch your holding into another Schroder fund, (ii) redeem your holding, or (iii) withdraw the Fund/s from your PEA.

1. Switch free of charge

If you wish to ensure that you maintain the PEA status of your investment, you may switch free of charge¹ into Schroder International Selection Fund EURO Equity before the changes become effective, which will retain its PEA eligibility. You may also switch free of charge¹ into any other sub-fund of the Company authorized by the Securities and Futures Commission² before the changes become effective but if you choose to do so the tax efficient status of your investment will be lost.

2. Redeem your investment

You may redeem your investment at any time free of charge¹ before the changes become effective.

3. Withdrawal of Investment

Should you decide to withdraw the Fund/s from your PEA, it will be necessary to make a cash payment into your PEA for an amount equal to the value of the Fund/s at the time they are withdrawn from your PEA.

We advise you to approach your bank, tax adviser or financial institution to work out the best option for you.

If you wish to redeem your holding(s) in one or more of the Funds or to switch into another of the Company's sub-funds authorized by the Securities and Futures Commission² before the changes become effective you may do so at any time up to and including deal cut-off at 5:00 p.m. Hong Kong time on 31 December 2020. We 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, please ensure that your instructions reach the Hong Kong Representative of the Company, Schroder Investment Management (Hong Kong) Limited (the "Representative") in Hong Kong before the deal cut-off at 5:00 p.m. Hong Kong time on 31 December 2020.

If you have any questions or would like more information, please contact your usual professional advisor or the Representative at Level 33, Two Pacific Place, 88 Queensway, Hong Kong or calling the Schroders Investor Hotline on (+852) 2869 6968.

Yours faithfully,



Chris Burkhardt
Authorised Signatory



Nirosha Jayawardana
Authorised Signatory

¹ In some countries local paying agents, correspondent banks or similar agents might charge transaction fees.

² SFC authorization is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.