

**1 September 2017**

Dear Shareholder,

## **Liquidation of Schroder GAIA – BSP Credit**

Schroder GAIA BSP Credit (the "Fund") had approximately USD 21 million under management as at 1 August 2017. With this low level of assets under management, it is therefore a challenge to manage the Fund in a cost effective-manner. After careful analysis and review, the board of directors (the "Board") of Schroder GAIA (the "Company") has decided, in the best interest of the shareholders of the Fund and in accordance with Article 5 of the Company's articles of incorporation and the provisions of its prospectus (the "Prospectus"), to liquidate the Fund in accordance with the terms of this letter.

## **Liquidation plan**

With immediate effect the Management Company will accept no further requests for subscriptions or redemptions. All pending requests, including those pending execution on Wednesdays 6 and 13 September 2017 will be cancelled and all shareholders will participate in the liquidation.

The Investment Manager has started to liquidate the Fund's portfolio of investments with a target completion date of Friday 15 September 2017. On Friday 22 September 2017 the Management Company will pay to each shareholder, pro-rata to its respective shareholding, the cash proceeds of the liquidation. Shares equivalent to approximately 95% of the Fund's NAV is estimated to be available for liquidation and distribution at that time. Statements of the related liquidation redemptions will be sent to shareholders on the same day.

A small part of the portfolio – shares equivalent to approximately 5% of the Fund's NAV- may take longer to liquidate. In that case the Management Company and the Investment Manager may agree a later final liquidation date and the Management Company will inform shareholders accordingly. The Management Company will pay to each shareholder, pro-rata to its remaining shareholding, the cash proceeds of that further liquidation within three business days of the final liquidation date.

## **Costs**

The Management Company will bear the cost of the expenses incurred in the liquidation, including legal and regulatory charges but not the trading-related transaction costs associated with the disposal of the Fund's investments.

## **Tax status**

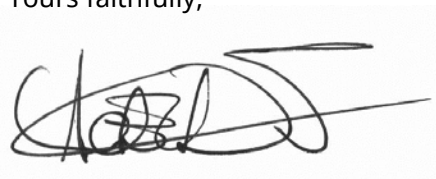
We recommend that you seek independent professional advice on how this liquidation affects your tax status.

## Liquidation proceeds

Any liquidation proceeds not claimed by shareholders at the close of the liquidation of the Fund will be deposited in escrow at the Caisse de Consignation in Luxembourg. Amounts not claimed from escrow within the period set out in the law may be liable to be forfeited in accordance with the provisions of Luxembourg law.

We hope that you choose to remain invested with the Company after the Fund is liquidated. For more information on the other sub-funds available in the Schroder GAIA range, please visit [www.schroders.com](http://www.schroders.com). If you have any questions about the liquidation, please contact your local Schroders office, your usual professional adviser or the Management Company on (+352) 341 342 212.

Yours faithfully,



**Alastair Woodward**  
Authorised Signatory



**Cord Rodewald**  
Authorised Signatory

## Appendix

ISIN codes of share classes being liquidated

Share class	Share class currency	ISIN code
A Accumulation	USD	LU1233779401
C Accumulation	USD	LU1233779583
E Accumulation	USD	LU1233779666
I Accumulation	USD	LU1233779740
A Accumulation	EUR Hedged	LU1233779823
C Accumulation	EUR Hedged	LU1233780086
E Accumulation	EUR Hedged	LU1233780169
C Accumulation	GBP Hedged	LU1233780243
C Distribution	GBP Hedged	LU1233780326
E Distribution	GBP Hedged	LU1233780599