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20 February 2017

Dear Shareholder,

Schroder GAIA Two Sigma Diversified (the "Fund")

The Fund has grown quickly since its launch in August 2016 and has now reached the capacity limit agreed with the Investment Manager. Therefore, in accordance with the provisions in the prospectus, the share classes listed below will be closed to subscriptions and switches in with immediate effect. The Fund will continue to accept requests for redemptions and switches out from these classes.

We would like to inform you on behalf of the board of directors of Schroder GAIA that we have decided to offer a new Capacity Restricted Dealing Service, which will be open to all existing and potential new investors in the Fund. Using this service, we will invite subscriptions in a controlled manner as and when capacity becomes available in the Fund. We are implementing this service as demand for the Fund would make it impractical for us to attempt a general re-opening and we would have to close it again almost immediately, creating confusion and disappointment.

This new service is effectively a waiting list, which will be managed by Schroder Investment Management (Luxembourg) S.A. (the "Management Company"). Investors who wish to subscribe to the Fund may apply to join the waiting list and the Management Company will invite them to place their subscriptions on a "first come, first served" basis as capacity becomes available.

If you would like to join the list, please complete the attached Expression of Interest form and send it by e-mail to the Management Company at the e-mail address given on the form. The Management Company will open the waiting list at 10.00 am Luxembourg time on 23 February 2017. Any forms submitted before this time will be rejected. Please carefully note the terms and conditions of the service, which are described on the reverse of the form. If you would like more information about the Capacity Restricted Dealing Service, please go to www.schroders.lu/crd or contact your local Schroders office or the Management Company on (+352) 341 342 212.

Yours sincerely,



Finbarr Browne
Authorised Signatory



Cord Rodewald
Authorised Signatory

Share class	Share class currency	ISIN code
K Accumulation	USD	LU1429039032
C Accumulation	USD	LU1429039115
I Accumulation	USD	LU1429039206
K Accumulation	EUR Hedged	LU1429039388
C Accumulation	EUR Hedged	LU1429039461
C Accumulation	GBP Hedged	LU1429039545
K Accumulation	CHF Hedged	LU1479556000
C Accumulation	CHF Hedged	LU1429039891