

This notice contains important information that requires your immediate attention. Should you have any queries, you are recommended to seek independent professional advice.

The following change(s) in investment choice(s) relate(s) to the "Global Series" and "Premier-Choice Series" plans. The "Global Series" includes Global InvestPlan and Global InvestPlus. The "Premier-Choice Series" includes Premier-Choice ULife InvestPlan, Premier-Choice Flexi, Premier-Choice Flexi Plus, Premier-Choice InvestPlan and Premier-Choice PLUS InvestPlan.

As advised by Schroders, there will be the following changes to the underlying funds.

1. Fee Reduction of the Underlying Funds of the Investment Choices

- Schroder International Selection Fund - Asian Bond Absolute Return "A1" Shares (SCABU)
- Schroder International Selection Fund - Asia Pacific Cities Real Estate "A1" Shares (SCAPU)
- Schroder International Selection Fund - BRIC (Brazil, Russia, India, China) - "A1" Shares (SCBRU)
- MassMutual Schroder ISF EURO Bond "A1" Shares (SCEBU)
- MassMutual Schroder EURO Equity Fund "A1" Shares (SCEEU)
- Schroder International Selection Fund - Greater China "A1" Shares (SCGCU)
- Schroder International Selection Fund - Global Gold A (SCGGU)*
- Schroder International Selection Fund - Global Cities Real Estate "A1" Shares (SCGPU)
- MassMutual Schroder Hong Kong Dollar Bond Fund "A1" Accumulation Shares (SCHBU)
- MassMutual Schroder Hong Kong Equity Fund "A1" Shares (SCHEU)
- Schroder International Selection Fund - Middle East "A1" Shares (SCMEU)

**This investment choice is available in Premier-Choice Series only and has been closed for new subscription.*

The board of directors of the underlying funds of the investment choices above has decided to lower the customary charges payable to Schroder Investment Management (Luxembourg) S.A., the management company of the underlying funds, for its services as administration agent, coordinator, domiciliary agent, global distributor, principal paying agent and registrar and transfer agent. The charges have been reduced from a maximum of 0.3% per annum to a maximum of 0.25% with effect from July 1, 2016.

As these fees are a fixed percentage of the net asset value of an underlying fund, it will not vary with the cost of providing the relevant services. As such the management company could make a profit (or loss) on the provision of those services, which will fluctuate over time on an underlying fund by underlying fund basis.

2. Clarification and Enhancement of Investment Objectives and Policies of the Underlying Funds of the Investment Choices

- Schroder International Selection Fund - Asian Bond Absolute Return "A1" Shares (SCABU)
- Schroder International Selection Fund - Asia Pacific Cities Real Estate "A1" Shares (SCAPU)
- Schroder International Selection Fund - BRIC (Brazil, Russia, India, China) - "A1" Shares (SCBRU)
- MassMutual Schroder ISF EURO Bond "A1" Shares (SCEBU)
- MassMutual Schroder EURO Equity Fund "A1" Shares (SCEEU)
- Schroder International Selection Fund - Greater China "A1" Shares (SCGCU)
- Schroder International Selection Fund - Global Gold A (SCGGU)*
- Schroder International Selection Fund - Global Cities Real Estate "A1" Shares (SCGPU)
- MassMutual Schroder Hong Kong Dollar Bond Fund "A1" Accumulation Shares (SCHBU)
- MassMutual Schroder Hong Kong Equity Fund "A1" Shares (SCHEU)
- Schroder International Selection Fund - Middle East "A1" Shares (SCMEU)

**This investment choice is available in Premier-Choice Series only and has been closed for new subscription.*

The board of directors of the underlying funds of the investment choices above has made clarifications and enhancements to the investment objectives and policies of the underlying funds. This is part of the continual review of all fund documentation to ensure that it reflects current best practice in the market. The investment policies of the underlying funds have also been clarified and enhanced for compliance with the Securities and Futures Commission's minimum disclosure requirements.

It is confirmed that in respect of these clarifications and enhancements:

- the investment style, investment philosophy and risk profile of the underlying funds remain the same;
- the fees chargeable in respect of the underlying funds as stated in the prospectus remain the same.

3. Clarification of Investment Policy of the Underlying Fund of the Investment Choice

- MassMutual Schroder Hong Kong Dollar Bond Fund "A1" Accumulation Shares (SCHBU)

Further to our notice dated April 7, 2017 in respect of the investments of Schroder International Selection Fund - Hong Kong Dollar Bond (the "Underlying Fund"), the underlying fund of the investment choice above, through the China Interbank Bond Market Initiative. The enhanced additional information of the Underlying Fund that will be disclosed in the "Fund Details" section of the Hong Kong Covering Document of the Underlying Fund should be as follows:

"Hong Kong Dollar Bond"

For clarification, the fund may invest in the PRC to achieve its investment objective through the China Interbank Bond Market Initiative. It is intended that the exposure of the fund to PRC onshore investment through the China Interbank Bond Market Initiative will be less than 30% of the net asset value.

The fund may not invest:-

- (a) more than 10% of its net asset value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for public welfare investment or infrastructure projects;
- (b) more than 5% of its net asset value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and
- (c) in structured deposits or structured products.

Investors may refer to the section headed "China Interbank Bond Market" of this document for further information about the China Interbank Bond Market Initiative and the section headed "Overview of the PRC debt securities market" in Appendix I of this document for further information about debt securities issued in the PRC. "

For the avoidance of doubt, there is no change to the Underlying Fund's investments through the China Interbank Bond Market Initiative.

Costs of making the above changes will be borne by Schroder Investment Management (Luxembourg) S.A. which is the Underlying Fund's management company.

As advised by Fidelity, there are the following findings on the underlying fund.

4. Findings on Investment Management Arrangement of the Underlying Fund of the Investment Choice

- *Fidelity Funds - Growth & Income Fund "A" Shares (FIGIU)*

As disclosed in the Hong Kong Prospectus of the underlying fund of the investment choice above dated January 2017, the assets of certain funds may for the purposes of efficient management be co-managed as a single portfolio. When this occurs, the portfolio of assets is managed by one or more of the investment management entities listed under Part IV of the Hong Kong Prospectus.

In this particular case, up until around December 1, 2004 a small percentage of the underlying fund's assets were managed by a portfolio manager based in Hong Kong with FIL Investment Management (Hong Kong) Limited ("FIMHK"), an entity approved by the Securities and Futures Commission ("SFC") to assume investment management discretion in respect of the underlying fund. However, in early December 2004 the relevant portfolio manager relocated to Korea within the Fidelity Group to FIL Asset Management Korea Limited ("FAMKL"), where he continued to manage a small portion of the underlying fund's assets until September 2007 after which time a new Fidelity employed portfolio manager with FAMKL assumed the management of a small portion of the underlying fund's assets. FAMKL is subject to the same governance framework as any other companies within the Fidelity Group (including FIMHK), and is regulated by the Financial Services Commission of Korea to manage public investment funds. However, FAMKL is not an SFC approved management entity and so the above arrangements were not in compliance with SFC's requirements.

Details of the underlying fund's assets managed by FAMKL during the relevant period are set out in the table below:

Period(s) where assets were exposed to Korea since launch of the underlying fund	Maximum percentage of the underlying fund's assets managed by FAMKL from December 1, 2004 onwards	Average percentage of the underlying fund's assets managed by FAMKL from December 1, 2004 onwards
January 24, 2006 to November 15, 2007; and February 3, 2011 to June 22, 2011	2.779	0.620

Fidelity has remedied the position and the underlying fund's assets previously managed by FAMKL have been sold. Accordingly no assets of the underlying fund have been managed by FAMKL since June 22, 2011. Furthermore, procedures and measures have been implemented to ensure that going forward any portion of the assets of the underlying fund are only managed by investment management entities which have previously been approved by the SFC to undertake such investment management responsibilities. The Product Key Facts Statement dated April 2017 has been enhanced to inform investors of the list of investment advisors whom are eligible to participate in the co-management arrangements as disclosed in the Hong Kong Prospectus. Should investors like to obtain details of the actual co-management arrangements which have occurred during the course of each year, the list of all investment advisors which have managed all or part of the assets of the underlying fund over the last six or twelve months will be published in the Fidelity Funds' annual and semi-annual report and accounts.

Fidelity wishes to reassure investors that during this period, the underlying fund's assets were managed in accordance with the underlying fund's respective investment objectives and policies. Accordingly, no material impact or prejudice has been suffered by the underlying fund or investors arising from this matter.

You should refer to the relevant offering documents and the notice to shareholders of the underlying fund(s) of the above investment choice(s), which are made available by MassMutual Asia Ltd. upon request, or visit our website (www.massmutualasia.com) to carefully read the details of the relevant documents in relation to the above change(s).

If you have selected the above investment choice(s) under your insurance policy and if for any reason you wish to change to other investment choice(s), you may switch your investment choice(s) to other available investment choice(s) provided by your policy. Currently, no switching charge and bid-offer spread apply to the investment choices. For details, please refer to Investment Choice Brochure or contact MassMutual Asia Ltd. - Customer Service Hotline at (852) 2533 5555 (Hong Kong)/ (853) 2832 2622 (Macau).

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.

24 May 2017

Dear Shareholder,

Schroder International Selection Fund

We are pleased to inform you the following changes to Schroder International Selection Fund (the "**Company**").

1. Fee reduction

The board of directors of the Company has decided to lower the customary charges payable to Schroder Investment Management (Luxembourg) S.A., the Company's management company for its services as administration agent, coordinator, domiciliary agent, global distributor, principal paying agent and registrar and transfer agent. The charges have been reduced from a maximum of 0.3% per annum to a maximum of 0.25% with effect from 1 July 2016.

As these fees are a fixed percentage of the net asset value of a sub-fund of the Company (a "**Fund**") it will not vary with the cost of providing the relevant services. As such the Management Company could make a profit (or loss) on the provision of those services, which will fluctuate over time on a Fund by Fund basis.

2. Clarification and enhancement of investment objectives and policies

The board of directors of the Company has made clarifications and enhancements to the investment objectives and policies of certain Funds. This is part of the Company's continual review of all fund documentation to ensure that it reflects current best practice in the market. The investment policies of the Funds have also been clarified and enhanced for compliance with the Securities and Futures Commission's minimum disclosure requirements.

The Company confirms that in respect of these clarifications and enhancements:

- the investment style, investment philosophy and risk profile of the Funds remain the same;
- the fees chargeable in respect of the Funds as stated in the Prospectus remain the same (except for certain classes of shares for which shareholders have been informed accordingly).

Please refer to the revised Hong Kong offering documents of the Company (comprising the Prospectus, Hong Kong Covering Document and Product Key Facts Statements of the Funds) for details of the clarification and enhancement of disclosures. The revised Hong Kong offering documents are available free of charge at www.schroders.com.hk¹ or upon request from the Hong Kong Representative of the Company, Schroder Investment Management (Hong Kong) Limited. To help identify where changes have been made, a table setting out the previous and current investment objectives and policies of the Funds is available at www.schroders.com.hk¹. In addition, the comparison documents of the Hong Kong offering documents showing the clarifications and enhancements made to the investment objectives and policies of the Funds will be available upon request from the Hong Kong Representative.

3. Automatic Exchange of Financial Account Information

The Inland Revenue (Amendment) (No.3) Ordinance (the "Ordinance") came into force on 30 June 2016. This is the legislative framework for the implementation in Hong Kong of the Standard for Automatic Exchange of Financial Account Information ("AEOI"). The AEOI requires financial institutions ("FI") in Hong Kong to collect information relating to non-Hong Kong tax residents holding accounts with FIs, and to file such information with the Hong Kong Inland Revenue Department ("IRD") who in turn will exchange such information with the jurisdiction(s) in which that account holder is resident. Generally, tax information will be exchanged only with jurisdictions with which Hong Kong has a Competent Authority Agreement ("CAA"); however, FIs may further collect information relating to residents of other jurisdictions.

By investing in the Funds and/or continuing to invest in the Funds through FIs in Hong Kong, investors acknowledge that they may be required to provide additional information to the relevant FI in order for the relevant FI to comply with AEOI. The investor's information (and information on beneficial owners, beneficiaries, direct or indirect shareholders or other persons associated with such unitholders that are not natural persons), may be communicated by the IRD to authorities in other jurisdictions.

Each Shareholder and prospective investor should consult its own professional advisor(s) on the administrative and substantive implications of AEOI on its current or proposed investment in the Funds through FIs in Hong Kong.

4. Hong Kong Dollar Bond

We refer to the notice dated 3 April 2017 in respect of the Hong Kong Dollar Bond's investments through the China Interbank Bond Market Initiative. The enhanced additional information of Hong Kong Dollar Bond that will be disclosed in the "Fund Details" section of the Hong Kong Covering Document of the Company should be as follows:

"Hong Kong Dollar Bond

For clarification, the Fund may invest in the PRC to achieve its investment objective through the China Interbank Bond Market Initiative. It is intended that the exposure of the Fund to PRC onshore investment through the China Interbank Bond Market Initiative will be less than 30% of the Net Asset Value.

The Fund may not invest:-

- (a) more than 10% of its Net Asset Value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal

¹ This website has not been reviewed by the SFC.

entities established by local governments and/or their affiliates to raise financing for public welfare investment or infrastructure projects;

- (b) more than 5% of its Net Asset Value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and
- (c) in structured deposits or structured products.

Investors may refer to the section headed "China Interbank Bond Market" of this document for further information about the China Interbank Bond Market Initiative and the section headed "Overview of the PRC debt securities market" in Appendix I of this document for further information about debt securities issued in the PRC. "

For the avoidance of doubt, there is no change to Hong Kong Dollar Bond's investments through the China Interbank Bond Market Initiative.

Costs of making the above changes including regulatory and shareholder communication costs will be borne by Schroder Investment Management (Luxembourg) S.A. which is the Company's management company.

This notification is to provide you with updated information in relation to the Company. You are not required to take any action with respect to this letter. If you have any questions or would like more information, please contact your usual professional advisor or Schroders Investor Hotline on (+852) 2869 6968.

Yours faithfully,



Patrick Stampfli
Authorised Signatory



Cord Rodewald
Authorised Signatory

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
1.	Asia Pacific Cities Real Estate [#]	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of real estate companies in Asia Pacific.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in a concentrated range of equity and equity related securities of real estate companies in Asia Pacific with a focus on companies that invest in cities that the manager believes will exhibit continued economic growth, supported by factors such as strong infrastructure and supportive planning regimes.</p> <p>The fund typically holds fewer than 50 companies. The Fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use derivatives with the aim of reducing risk or managing the Fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial</p>	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of real estate companies in Asia Pacific.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in a concentrated range of equity and equity related securities of real estate companies in Asia Pacific with a focus on companies that invest in cities that the investment manager believes will exhibit continued economic growth, supported by factors such as strong infrastructure and supportive planning regimes.</p> <p>The fund typically holds fewer than 50 companies. The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia Pacific (including emerging market countries). The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

[#] The Fund is not authorized by the SFC under the Code on Real Estate Investment Trusts.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	<p>Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
2.	Asian Bond Absolute Return	<p><u>Objectives and investment strategy</u> To provide an absolute return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities issued by governments, government agencies, supra-national and corporate issuers in Asia excluding Japan and financial derivative instruments ("FDI") (including total return swaps). Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and policy. The fund may invest in the People's Republic of China ("PRC") through Renminbi Qualified Foreign Institutional Investor ("RQFII") quota granted to the Investment Manager by the State Administration of Foreign Exchange ("SAFE"). It is intended that the exposure of the fund to PRC onshore investments through RQFII will not exceed 30% of the net asset value.</p> <p>The fund may not invest:-</p> <ul style="list-style-type: none"> (a) more than 10% of its net asset value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for public welfare investment or infrastructure projects; (b) more than 5% of its net asset value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and (c) in structured deposits or structured products. <p>As part of its primary objective, the fund also has the flexibility to implement long and short active currency positions either via currency forwards or via FDI.</p>	<p><u>Investment Objective</u> The fund aims to provide an absolute return of capital growth and income by investing in fixed and floating rate securities issued by governments, government agencies, supra-nationals and companies in Asia (excluding Japan).</p> <p>Absolute return means the fund seeks to provide a positive return over a 12 month period in all market conditions, but this cannot be guaranteed and your capital is at risk.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities issued by governments, government agencies, supra-nationals and companies in Asia (excluding Japan), financial derivative instruments ("FDI") related to the above instruments and currencies. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund may invest in the People's Republic of China ("PRC") through Renminbi Qualified Foreign Institutional Investor ("RQFII") quota granted to the Investment Manager by the State Administration of Foreign Exchange ("SAFE"). It is intended that the exposure of the fund to PRC onshore investments through RQFII will not exceed 30% of the net asset value.</p> <p>The fund may not invest:-</p> <ul style="list-style-type: none"> (a) (more than 10% of its net asset value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for public welfare 	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the absolute Value-at-Risk (VaR) approach to measure its global risk exposure. The absolute VaR approach is generally appropriate in the absence of an identifiable reference portfolio or benchmark. The expected level of leverage of the fund is 250% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>investment or infrastructure projects;</p> <p>(b) (more than 5% of its net asset value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and</p> <p>(c) in structured deposits or structured products.</p> <p>The fund may invest up to 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 and implied Schroders ratings for non-rated bonds).</p> <p>The fund does not have explicit restrictions on the minimum credit ratings of debt securities it may hold through RQFII. The aggregate investment in debt securities with a credit rating below investment grade (i.e. rated below BBB- by any internationally recognised credit rating agency, such as Standard & Poor's, Moody's or Fitch, or rated BB+ or below by any PRC domestic credit rating agency; whenever different ratings are assigned by different credit rating agencies, the lowest credit ratings assigned to the security will be adopted by the fund) or unrated debt securities through RQFII will not exceed 30% of the fund's net asset value. For this purpose, if the relevant security does not itself have a credit rating, then reference can be made to the credit rating of the issuer of the security. If both the security and the relevant issuer are not rated, then the security will be classified as unrated.</p> <p>The fund may also invest in money market instruments. In aiming to deliver an absolute return, a substantial part of the fund may be held in cash which may include short term developed market government bonds.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia (excluding Japan) (including emerging market countries) or sector.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>As part of its primary objective, the fund also has the flexibility to implement long and short active currency positions via FDI such as currency forwards. Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			<p>and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and investment policy.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the absolute Value-at-Risk (VaR) approach to measure its global risk exposure. The absolute VaR approach is generally appropriate in the absence of an identifiable reference portfolio or benchmark. The expected level of leverage of the fund is 250% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
3.	Asian Dividend Maximiser*	<p><u>Investment Objective</u> The fund aims to provide income by investing in equities or equity related securities of Asia-Pacific companies (excluding Japan).</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities or equity related securities of Asia-Pacific companies (excluding Japan), which are selected for their income and capital growth potential. To enhance the yield of the fund, the investment manager selectively sells short dated call options over individual securities held by the fund, generating extra income by agreeing strike prices above which potential capital growth is sold. However, it is not the current intention of the investment manager to sell put and uncovered call options.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect (collectively, the "Stock Connect"). The fund may invest (i) no more than 5% of its net asset value in China A-Shares via Shenzhen-Hong Kong Stock Connect and (ii) no more than 10% of its net asset value in China A-Shares via Stock Connect.</p> <p>The fund may also invest in financial derivative instruments for the purposes of efficient portfolio management. The fund may also hold cash on deposit.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, i.e. selling short dated covered call options over individual securities held by the fund for hedging and extensively for investment purposes.</p> <p>The fund may also employ other FDI for hedging and investment purposes, but the fund does not intend to use such FDI extensively for investment purposes. Such FDI can be used for instance to create market exposure and they include equity, currency, volatility or index related FDI and over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund employs the commitment approach to measure its global</p>	<p><u>Investment Objective</u> The fund aims to provide income by investing in equities or equity related securities of Asia-Pacific companies (excluding Japan).</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities or equity related securities of Asia-Pacific companies (excluding Japan), which are selected for their income and capital growth potential. To enhance the yield of the fund, the investment manager selectively sells short dated call options over individual securities held by the fund, generating extra income by agreeing strike prices above which potential capital growth is sold. However, it is not the current intention of the investment manager to sell put and uncovered call options.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect (collectively, the "Stock Connect"). The fund may invest (i) no more than 5% of its net asset value in China A-Shares via Shenzhen-Hong Kong Stock Connect and (ii) no more than 10% of its net asset value in China A-Shares via Stock Connect.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia Pacific (excluding Japan) (including emerging market countries) or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in financial derivative instruments for the purposes of efficient portfolio management. The fund may also hold cash on deposit.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, i.e. selling short dated covered call options over individual securities held by the fund for hedging and extensively for</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

* The name "Dividend Maximiser" refers to the investment objective of the fund to enhance the fund dividend by generating extra income from selling covered call options on the underlying equity portfolio and this may reduce the potential capital growth and future income of the fund. It does not suggest that the manager would aim at seeking the highest possible dividends for the fund.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>exposure in line with the UCITS regulation. Under UCITS, the global exposure under the commitment approach cannot exceed 100% of the total net assets of the fund. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>investment purposes.</p> <p>The fund may also employ other FDI for hedging and investment purposes, but the fund does not intend to use such FDI extensively for investment purposes. Such FDI can be used for instance to create market exposure and they include equity, currency, volatility or index related FDI and over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund employs the commitment approach to measure its global exposure in line with the UCITS regulation. Under UCITS, the global exposure under the commitment approach cannot exceed 100% of the total net assets of the fund. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
4.	Asian Equity Yield	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of Asia Pacific companies (excluding Japan).</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equity and equity related securities of Asia Pacific companies (excluding Japan). The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund aims to generate long-term returns through a combination of income and capital growth. The fund invests in the equities of companies in the Asia Pacific (excluding Japan) region that pay dividends now but also retain enough cash to reinvest back into the company to generate future growth.</p> <p>The fund may invest in financial derivative instruments including futures, forwards and options for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect</p>	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of Asia Pacific companies (excluding Japan).</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Asia Pacific companies (excluding Japan).</p> <p>The fund invests in the equities of companies in the Asia Pacific (excluding Japan) region that pay dividends now but also retain enough cash to reinvest back into the company to generate future growth. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia Pacific (excluding Japan) (including emerging market countries) or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>(collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
5.	Asian Local Currency Bond	<p><u>Investment Objective</u> To provide long term return of capital growth and income by seeking out opportunities in Asian local fixed income and currency markets. As part of its primary objective, the fund also has the flexibility to implement long and short active currency positions either via currency forwards or via FDI.</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Investment Policy</u></p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in Asian fixed income securities denominated in local currencies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed income securities with an investment grade or sub-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies) denominated in local currencies issued by government, government agencies and companies in Asia (excluding Japan) and financial derivative instruments ("FDI") related to the above instruments.</p> <p>The exposure of the fund to fixed income securities with a sub-investment grade credit rating will not exceed 20% of its net asset value.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

Fund	Previous investment objective and policy	Current investment objective and policy	Impact
	<p>Investment will primarily be in local currency bonds issued by government, quasi-government and corporate issuers in Asia ex Japan and financial derivative instruments ("FDI") (including total return swaps). Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and policy.</p> <p>The fund may invest in the People's Republic of China ("PRC") through Renminbi Qualified Foreign Institutional Investor ("RQFII") quota granted to the investment manager by the State Administration of Foreign Exchange ("SAFE") and through the China Interbank Bond Market Initiative. It is intended that the exposure of the fund to PRC onshore investments through RQFII and the China Interbank Bond Market Initiative will be less than 30% of the net asset value.</p> <p>The fund may not invest:-</p> <ul style="list-style-type: none"> (a) more than 10% of its net asset value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for public welfare investment or infrastructure projects; (b) more than 5% of its net asset value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and (c) in structured deposits or structured products. <p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global</p>	<p>The fund may invest in the People's Republic of China ("PRC") through Renminbi Qualified Foreign Institutional Investor ("RQFII") quota granted to the investment manager by the State Administration of Foreign Exchange ("SAFE") and through the China Interbank Bond Market Initiative. It is intended that the exposure of the fund to PRC onshore investments through RQFII and the China Interbank Bond Market Initiative will be less than 30% of the net asset value.</p> <p>The fund may not invest:-</p> <ul style="list-style-type: none"> (d) more than 10% of its net asset value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for public welfare investment or infrastructure projects; (e) more than 5% of its net asset value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and (f) in structured deposits or structured products. <p>The fund does not have explicit restrictions on the minimum credit ratings of debt securities it may invest through RQFII and the China Interbank Bond Market Initiative. The aggregate investment in debt securities with a credit rating below investment grade (i.e. rated below BBB- or equivalent by any internationally recognised credit rating agency, such as Standard & Poor's, Moody's or Fitch, or rated BB+ or below by any PRC domestic credit rating agency; whenever different ratings are assigned by different credit rating agencies, the lowest credit ratings assigned to the security will be adopted by the fund) or unrated debt securities through RQFII and the China Interbank Bond Market Initiative will not exceed 20% of the fund's net asset value. For this purpose, if the relevant security does not itself have a credit rating, then reference can be made to the credit rating of the issuer of the security. If both the security and the relevant issuer are not rated, then the security will be classified as unrated.</p> <p>Investments in mainland China Regulated Markets and interbank bond markets may also be performed indirectly through notes, certificates or other instruments (which qualify as transferable securities and do not embed a derivative element), open-ended investment funds and eligible derivative transactions.</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 300% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia (excluding Japan) (including emerging market countries) or sector.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>As part of its primary objective, the fund also has the flexibility to implement long and short active currency positions via FDI such as currency forwards. Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may use FDI (including total return swaps and long and short currency forwards) with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and investment policy.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 300% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			<p>expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
6.	Asian Opportunities	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity securities of Asian companies (excluding Japan).</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities of Asian companies (excluding Japan). The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below). The fund may invest in financial derivative instruments including futures, forwards and options for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity,</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Asian companies (excluding Japan).</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equities and equity related securities of Asian companies (excluding Japan).</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia (excluding Japan) (including emerging market countries) or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
7.	Asian Smaller Companies	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Asian smaller-sized companies (excluding Japan).</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities of smaller-sized companies in Asia (excluding Japan). The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>Smaller-sized companies are considered companies which, at the time of purchase, form the bottom 30% by market capitalisation of the Asian (excluding Japan) market.</p> <p>The fund may invest in financial derivative instruments including futures, forwards and options for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Asian small-sized companies (excluding Japan).</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equities and equity related securities of small-sized companies in Asia (excluding Japan). Small-sized companies are companies which, at the time of purchase, are considered to be in the bottom 30% by market capitalisation of the Asian (excluding Japan) equities market. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia (excluding Japan) (including emerging market countries) or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
8.	Asian Total Return	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in equity and equity related securities of Asia Pacific companies. The fund also aims to offer a degree of capital preservation through the use of financial derivative instruments.</p> <p><u>Investment Policy</u> At least two-thirds of the Fund's assets (excluding cash) will invest in Asia Pacific equities. The Fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund may invest in financial derivative instruments including futures, forwards and options for investment purposes and for efficient portfolio management. The Fund may buy or sell equity index futures and buy and sell index options on indices or individual stocks. To obtain exposure to equity indices and individual stocks, the Fund may also enter into contracts for difference where the underlying investments are not delivered and settlement is made in cash. The Fund may also hold cash.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in equity and equity related securities of Asia Pacific companies. The fund is designed to participate in rising markets whilst aiming to mitigate losses in falling markets through the use of derivatives. The mitigation of losses cannot be guaranteed.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in Asia Pacific equity and equity related securities. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia Pacific (including emerging market countries) or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may buy or sell equity index futures and buy and sell index options on indices or individual stocks. To obtain exposure to equity indices and individual stocks, the fund may also enter into contracts for difference where the underlying investments are not delivered and settlement is made in cash.</p> <p>FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
9.	BRIC (Brazil, Russia, India, China)	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of Brazilian, Russian, Indian and Chinese companies.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Brazilian, Russian, Indian and Chinese companies.</p> <p><u>Investment Policy</u></p>	No change to the investment style, investment philosophy, risk profile and the fees

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) more than 10% of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund invests at least two-thirds of its assets in a range of equities of companies in the MSCI BRIC index.</p> <p>The fund typically holds 25-50 companies.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) more than 10% of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	chargeable in respect of the fund as stated in Prospectus.
10.	China Opportunities	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Chinese companies.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Chinese companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>equities of Chinese companies. The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund may invest in financial derivative instruments including futures, forwards and options for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>related securities Chinese companies.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash. Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>respect of the fund as stated in Prospectus.</p>
11.	Emerging Asia	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies in the emerging markets in Asia.</p> <p><u>Investment Policy</u></p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies in the emerging markets in Asia.</p> <p><u>Investment Policy</u></p>	<p>No change to the investment style, investment philosophy, risk profile and the fees</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>At least two-thirds of the fund's assets (excluding cash) will invest in equities of companies in the emerging markets in Asia. The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund may invest in financial derivative instruments including futures, forwards and options for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund invests at least two-thirds of its assets in equity and equity related securities of companies in the emerging markets in Asia.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Asia or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	chargeable in respect of the fund as stated in Prospectus.
12.	Emerging Europe	<u>Objectives and investment strategy</u>	<u>Investment Objective</u>	No change to the

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>To provide capital growth primarily through investment in equity and equity related securities of Central and Eastern European companies including the markets of the former Soviet Union and the Mediterranean emerging markets. The portfolio may, to a limited extent, seek exposure to the markets of Northern Africa and the Middle East.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund aims to provide capital growth by investing in equity and equity related securities of Central and Eastern European companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Central and Eastern European companies including the markets of the former Soviet Union and the Mediterranean emerging markets. The fund may also invest in equity and equity related securities of Northern Africa and the Middle East.</p> <p>The fund typically holds 30-50 companies.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Central and Eastern Europe or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.</p>
13.	Emerging Markets	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of emerging markets companies.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing investment in equity and equity related securities of emerging markets companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies in emerging markets.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect</p>	<p>No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>(collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country, region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in. The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
14.	Emerging Markets Debt Absolute Return	<p><u>Objectives and investment strategy</u> To provide an absolute return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities issued by governments, government agencies, supra-national and corporate issuers in emerging markets.</p> <p>To make use of the best risk-return investment opportunities, the fund may invest more than 10% (but no more than 20%) of its net assets in debt securities issued and/or guaranteed by a single sovereign issuer (e.g. Hungary and Turkey which are, as at the date of this document, unrated or rated below investment grade) on the basis of, for example, economic fundamentals, country risk, security valuation and other</p>	<p><u>Investment Objective</u> The fund aims to provide an absolute return of capital growth and income by investing in bonds and other fixed and floating rate securities issued by governments, government agencies, supra-national and corporate issuers in emerging markets. Absolute return means the fund seeks to provide a positive return over a 12 month period in all market conditions, but this cannot be guaranteed and your capital is at risk.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in bonds and currencies in emerging markets as well as holding cash. The bonds will be issued by governments, government agencies and companies. In aiming to deliver</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>compelling investment performance rationale. Due to market movements, as well as changes in credit or investment ratings, the fund's overall exposure to such assets may change over time. The above countries are for reference only and may change without prior notice to the investors.</p> <p>Where a fund invests more than 10% of its net asset value in debt securities issued by governments or agencies of any single country, adverse economic, market, political or regulatory conditions and unfavourable developments in a particular country or region will adversely affect the performance of the fund and may result in significant losses to investors.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>an absolute return, a substantial part of the fund may be held in cash which may include short term developed market government bonds. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund may invest up to 100% of its assets in sub-investment grade fixed and floating rate securities (being securities with a credit rating below investment grade as measured by Standard & Poor's or any equivalent grade of other credit rating agencies) and unrated securities issued by corporate issuers in emerging markets.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>To achieve the investment objective and to make use of the best risk-return investment opportunities, the fund may invest more than 10% (but no more than 20%) of its net assets in debt securities issued and/or guaranteed by a single sovereign issuer (e.g. Hungary and Turkey which are, as at the date of this document, unrated or rated below investment grade) on the basis of, for example, economic fundamentals, country risk, security valuation and other compelling investment performance rationale. Due to market movements, as well as changes in credit or investment ratings, the fund's overall exposure to such assets may change over time. The above countries are for reference only and may change without prior notice to the investors. Investors should note that whilst the above sets out the expected maximum exposure to a single country of this nature, such exposure limit is not indicative of the funds' holdings at any time in relevant countries.</p> <p>Where a fund invests more than 10% of its net asset value in debt securities issued by governments or agencies of any single country, adverse economic, market, political or regulatory conditions and unfavourable developments in a particular country or region will adversely affect the performance of the fund and may result in significant losses to investors.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country, region or sector.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			<p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
15.	Emerging Multi-Asset Income	<p><u>Investment Objective</u></p> <p>To provide income and capital growth over the medium to longer term by being at least two thirds invested in equities, bonds and alternative assets of global emerging market countries directly or indirectly through the use of open-ended investment funds or financial derivative instruments (including, but not limited to, futures, options and credit default swaps).</p> <p><u>Investment Policy</u></p> <p>At least two thirds (excluding cash) of the fund will be actively allocated between:</p> <ul style="list-style-type: none"> – equity and equity related securities of companies; – bonds and other fixed or floating rate securities issued by governments, government agencies, supra-national or corporate issuers; and – alternative asset classes indirectly through exchange traded funds, real estate investment trusts and/or eligible derivative transactions <p>of global emerging markets countries or companies which derive a significant proportion of their revenues or profits from global emerging markets countries. Alternative asset classes refer to real estate and infrastructure. The fund does not intend to invest more than 10% of its assets in alternative asset classes.</p> <p>The fund may invest in excess of 50% of its assets in non-investment grade and unrated securities.</p> <p>The fund may also invest in cash (which will be treated as a separate asset class and will be deployed if necessary to limit downside risk during adverse market conditions). However, the fund may not hold</p>	<p><u>Investment Objective</u></p> <p>The fund aims to provide a variable income distribution of 4% to 6% per annum and capital growth over a market cycle by investing in a diversified range of assets and markets worldwide. The fund aims to provide a volatility (a measure of how much the fund's returns may vary over a year) of between 8-16% per annum.</p> <p><u>Investment Policy</u></p> <p>The fund invests at least two-thirds of its assets directly in equity and equity related securities, fixed income securities and alternative asset classes (as defined below) of emerging markets countries worldwide or companies which derive a significant proportion of their revenues or profits from emerging markets countries worldwide. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund may actively allocate its assets in money market instrument and currencies especially to mitigate losses in falling markets.</p> <p>The fund may invest:</p> <ul style="list-style-type: none"> – in excess of 50% of its assets in below investment grade (fixed and floating rate) securities (being securities with a credit rating below investment grade as measured by Standard & Poor's or any equivalent grade of other credit rating agencies) and unrated securities; – in excess of 50% of its assets in emerging market debt (fixed and floating rate) securities; – up to 10% of its assets in alternative asset classes (as defined below) indirectly through exchange traded funds, REITs or open-ended investment funds; and – up to 10% of its assets in open-ended investment funds. 	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>more than 30% of its assets in cash and cash equivalent.</p> <p>The fund will not invest more than 10% of its net assets into open-ended investment funds.</p> <p>To achieve the investment objective and to make use of the best risk-return investment opportunities, the fund may invest more than 10% (but no more than 20%) of its net assets in debt securities issued and/or guaranteed by a single unrated or below investment grade sovereign issuer (e.g. Turkey, Croatia and Serbia which are, as at the date of this document, unrated or rated below investment grade) on the basis of, for example, economic fundamentals, country risk, security valuation and other compelling investment performance rationale. Due to market movements, as well as changes in credit or investment ratings, the fund's overall exposure to such assets may change over time.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be used to gain exposure to a wide range of asset classes including, but not limited to, currencies, real estate, infrastructure and commodities. Such FDI include, but are not limited to, over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>Alternative asset classes refer to real estate and infrastructure.</p> <p>The fund may also invest in money market instruments and hold cash. However, the fund may not hold more than 30% of its assets in cash and cash equivalent.</p> <p>To achieve the investment objective and to make use of the best risk-return investment opportunities, the fund may invest more than 10% (but no more than 20%) of its net assets in debt securities issued and/or guaranteed by a single unrated or below investment grade sovereign issuer (e.g. Turkey, Croatia and Serbia which are, as at the date of this document, unrated or rated below investment grade) on the basis of, for example, economic fundamentals, country risk, security valuation and other compelling investment performance rationale. Due to market movements, as well as changes in credit or investment ratings, the fund's overall exposure to such assets may change over time. The fund's positioning may change without prior notice to the investors. Investors should note that whilst the above sets out the expected maximum exposure to a single country of this nature, such exposure limit is not indicative of the fund's holdings at any time in relevant countries.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country, region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI may be used to gain exposure to a wide range of asset classes including, but not limited to, currencies, real estate, infrastructure and commodities. Such FDI include, but are not limited to, over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
16.	EURO Bond	<p><u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities denominated in Euro and issued by governments, government agencies, supra-national and corporate issuers worldwide and financial derivative instruments ("FDI") (including total return swaps). Where the fund uses total return swaps, the underlying consists</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in fixed and floating rate securities denominated in Euro.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities denominated in Euro issued by governments, government</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

Fund	Previous investment objective and policy	Current investment objective and policy	Impact
	<p>of instruments in which the fund may invest according to its Investment Objective. The fund also has the flexibility to implement long and short active currency positions either via currency forwards or via FDI.</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 200% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>agencies, supra-nationals and companies worldwide.</p> <p>The fund may invest up to 30% 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 and implied Schroders ratings for non-rated bonds). The fund may invest up to 10% of its assets in contingent convertible bonds.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash. Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and investment policy.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 200% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may</p>	<p>as stated in Prospectus.</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.	
17.	EURO Corporate Bond	<p><u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities denominated in Euro issued by governments, government agencies, supra-national and corporate issuers. A maximum of 20% of the net assets of the fund will be held in securities issued by governments.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 150% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in fixed and floating rate securities denominated in Euro issued by companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities denominated in Euro by governments, government agencies, supra-nationals and companies worldwide.</p> <p>The fund may invest:</p> <ul style="list-style-type: none"> – up to 30% 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 and implied Schrodgers ratings for non-rated bonds); – up to 20% of its assets in sovereign government bonds; – up to 20% of its assets in asset-backed securities and mortgage-backed securities; and – up to 20% of its assets in convertible bonds including up to 10% of its assets in contingent convertible bonds. <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may also invest in FDI to create long and short exposure to the underlying assets of these FDI.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 150% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
18.	EURO Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of companies in countries participating in the EMU.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies in countries participating in the European Monetary Union.</p> <p><u>Investment Policy</u></p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	<p>The fund invests at least 75% of its assets in equity and equity related securities of companies that are incorporated in the European Economic Area. The fund invests at least two-thirds of its assets in equity and equity related securities of companies in countries whose currency is the Euro.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in the European Economic Area or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	respect of the fund as stated in Prospectus.
19.	EURO Government Bond	<p><u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities issued by Eurozone governments and financial derivative instruments ("FDI") (including total return swaps). Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its Investment Objective. The fund also has the flexibility to implement long and short active currency positions either via currency forwards or via FDI.</p> <p>The fund invests primarily in investment grade securities.</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p>	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in fixed and floating rate securities issued by Eurozone governments.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities with an investment grade or sub-investment grade credit rating (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) issued by governments of countries whose currency is the Euro.</p> <p>It is the current intention of the investment manager that the fund will not invest more than 10% of its net asset value in securities issued by or guaranteed by any single country with a credit rating below investment grade.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

Fund	Previous investment objective and policy	Current investment objective and policy	Impact
	<p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 100% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in the Eurozone or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and investment policy.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 100% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.	
20.	EURO Liquidity	<p><u>Objectives and investment strategy</u> To provide liquidity and current income, to the extent consistent with the preservation of capital, through investment in high quality short-term fixed income securities that are denominated in Euro, provided that (i) at the time of acquisition, the average initial or residual maturity of all such securities held in the portfolio does not exceed 12 months, taking into account any financial instruments connected therewith, or (ii) the terms and conditions governing those securities provide that the applicable interest rate is adjusted at least annually on the basis of market conditions.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI for hedging purposes only.</p>	<p><u>Investment Objective</u> The fund aims to provide income by investing in short-term fixed income securities denominated in Euro. The fund is designed to provide liquidity and aims to mitigate losses in falling markets. The mitigation of losses or provision of liquidity cannot be guaranteed.</p> <p><u>Investment Policy</u> The fund invests in money market instruments and investment grade short-term bonds (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies) that are denominated in Euro and issued by government, government agencies and companies worldwide provided that (i) at the time of acquisition, the residual maturity of all such securities held in the portfolio does not exceed 12 months, taking into account any financial instruments connected therewith, or (ii) the terms and conditions governing those securities provide that the applicable interest rate is adjusted at least annually on the basis of market conditions. The fund invests at least two-thirds of its assets in such money market instruments and investment grade short-term bonds.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI for hedging purposes only.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.
21.	EURO Short Term Bond	<p><u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of short term bonds and other fixed and floating rate securities denominated in Euro and issued by governments, government agencies, supra-national and corporate issuers worldwide. The average maturity of the securities held in the portfolio must not exceed three years, whereas the residual maturity of</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in short term fixed and floating rate securities denominated in Euro.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in short term fixed and floating rate securities with an investment grade or sub-investment grade</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

Fund	Previous investment objective and policy	Current investment objective and policy	Impact
	<p>any such security must not exceed five years. The fund also has the flexibility to implement long and short active currency positions either via currency forwards or via FDI.</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 100% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>credit rating (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) denominated in Euro issued by governments, government agencies, supra-nationals and companies worldwide.</p> <p>The average duration of the securities held by the fund does not exceed three years and the residual maturity of any such security does not exceed five years.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 100% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are</p>	<p>as stated in Prospectus.</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.	
22.	European Dividend Maximiser*	<p><u>Investment Objective</u> The fund aims to provide income by investing in equities or equity related securities of European companies.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities or equity related securities of European companies, which are selected for their income and capital growth potential. To enhance the yield of the fund, the investment manager selectively sells short dated call options over individual securities held by the fund, generating extra income by effectively agreeing strike prices above which potential capital growth is sold. However, it is not the current intention of the investment manager to sell put and uncovered call options.</p> <p>The fund may also invest in financial derivative instruments for the purposes of efficient portfolio management. The fund may also hold cash on deposit.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, i.e. selling short dated covered call options over individual securities held by the fund for hedging and extensively for investment purposes.</p> <p>The fund may also employ other FDI for hedging and investment purposes, but the fund does not intend to use such FDI extensively for investment purposes. Such FDI can be used for instance to create market exposure and they include equity, currency, volatility or index related FDI and over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts</p>	<p><u>Investment Objective</u> The fund aims to provide income by investing in equities or equity related securities of European companies.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities or equity related securities of European companies, which are selected for their income and capital growth potential. To enhance the yield of the fund, the investment manager selectively sells short dated call options over individual securities held by the fund, generating extra income by effectively agreeing strike prices above which potential capital growth is sold. However, it is not the current intention of the investment manager to sell put and uncovered call options.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Europe or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in financial derivative instruments for the purposes of efficient portfolio management. The fund may also hold cash on deposit.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

* The name "Dividend Maximiser" refers to the investment objective of the fund to enhance the fund dividend by generating extra income from selling covered call options on the underlying equity portfolio and this may reduce the potential capital growth and future income of the fund. It does not suggest that the manager would aim at seeking the highest possible dividends for the fund.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>and/or a combination of the above.</p> <p>The fund employs the commitment approach to measure its global exposure in line with the UCITS regulation. Under UCITS, the global exposure under the commitment approach cannot exceed 100% of the total net assets of the fund. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>The fund may use FDI, i.e. selling short dated covered call options over individual securities held by the fund for hedging and extensively for investment purposes.</p> <p>The fund may also employ other FDI for hedging and investment purposes, but the fund does not intend to use such FDI extensively for investment purposes. Such FDI can be used for instance to create market exposure and they include equity, currency, volatility or index related FDI and over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund employs the commitment approach to measure its global exposure in line with the UCITS regulation. Under UCITS, the global exposure under the commitment approach cannot exceed 100% of the total net assets of the fund. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
23.	European Large Cap	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of European large cap companies. Large cap companies are companies which, at the time of purchase, are considered to form the top 80% by market capitalisation of the European market.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of European large-sized companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of large-sized European companies. These are companies which, at the time of purchase, are considered to be in the top 80% by market capitalisation of the European equities market.</p> <p>The fund invests at least 75% of its assets in shares of companies that are incorporated in the European Economic Area.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in the European Economic Area or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			<p>paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
24.	European Smaller Companies	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of smaller European companies. Smaller European companies are considered companies which, at the time of purchase, form the bottom 30% by market capitalisation of each European market.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity or equity related securities of small-sized European companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of small-sized European companies. These are companies which, at the time of purchase, are considered to be in the bottom 30% by market capitalisation of the European equities market. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any one country in Europe or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.
25.	European Value	<u>Objectives and investment strategy</u>	<u>Investment Objective</u>	No change to the

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>To provide capital growth primarily through investment in equity securities of European companies. In order to achieve the objective the investment manager will invest in a select portfolio of securities, which it believes offer the best potential for future growth.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund aims to provide capital growth by investing in equity and equity related securities of European companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in a concentrated range of equities of European companies. The fund typically holds fewer than 50 companies. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Europe or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.</p>
26.	Frontier Markets Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of frontier markets companies.</p> <p>Frontier markets are countries included in the MSCI Frontier Markets Index or any other recognised Frontier Markets financial index, or additional countries that the Investment Manager deems to be frontier market countries. Frontier Markets include, but are not limited to Kuwait, Qatar, United Arab Emirates, Bangladesh, Nigeria and Argentina.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of frontier markets companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of frontier markets companies.</p> <p>The fund typically holds 50-70 companies.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any frontier market country or sector. The fund is not subject to any limitation on the market capitalisation of the</p>	<p>No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	<p>companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>Frontier markets are countries included in the MSCI Frontier Markets Index or any other recognised Frontier Markets financial index, or additional countries that the investment manager deems to be frontier market countries. Frontier Markets include, but are not limited to Kuwait, Qatar, United Arab Emirates, Bangladesh, Nigeria and Argentina.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
27.	Global Bond	<p><u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities (including, but not limited to, asset-backed securities and mortgage-backed securities) denominated in various currencies issued by governments, government agencies, supra-national and corporate issuers worldwide and financial derivative instruments ("FDI") (including total return swaps). Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its Investment Objective. The fund also has the flexibility to implement long and short active currency positions through currency forwards, or via FDI. A maximum of 20% of the net assets of the fund can be invested in securities with a credit rating below investment grade (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies).</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in fixed and floating rate securities.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities with an investment grade or sub-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies) issued by governments, government agencies, supra-nationals and companies worldwide in various currencies.</p> <p>The fund may invest:</p> <ul style="list-style-type: none"> – up to 10% of its assets in contingent convertible bonds; – less than 30% 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 and implied Schrodgers ratings for non-rated bonds); and – up to 40% of its assets in asset-backed securities, commercial 	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 400% of the total net assets by using sum of notionals approach or in the range of 100% to 300% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>mortgage-backed securities, and/or residential mortgage-backed securities issued worldwide with an investment grade or sub-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies). Underlying assets may include, inter alia, credit card receivables, personal loans, auto loans, small business loans, leases, commercial mortgages and residential mortgages.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund has the flexibility to implement long and short active currency positions via FDI such as currency forwards. Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI (including total return swaps) with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and investment policy.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
28.	Global Cities Real Estate [#]	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of real estate companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of real estate companies worldwide with a focus on companies that invest in cities that the investment manager believes will exhibit continued economic growth, supported by factors such as strong infrastructure and supportive planning regimes.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of real estate companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of real estate companies worldwide with a focus on companies that invest in cities that the investment manager believes will exhibit continued economic growth, supported by factors such as strong infrastructure and supportive planning regimes.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries) or region. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.
29.	Global Climate Change Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equities securities of worldwide issuers which will benefit from efforts to accommodate or limit the impact of global climate change.</p> <p>It is the present intention of the investment manager to invest the fund heavily in sectors having a direct impact on efforts to mitigate or adapt to climate change, namely auto, renewable energy, utility, materials, and industrial sectors.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies worldwide which the investment manager believes will benefit from efforts to accommodate or limit the impact of global climate change.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies worldwide. As the fund is index-unconstrained it is managed without reference to an index.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

[#] The Fund is not authorized by the SFC under the Code on Real Estate Investment Trusts.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The investment manager believes that companies that recognise the threats and embrace the challenges early, or that form part of the solution to the problems linked to climate change, will ultimately benefit from long term structural growth which is underappreciated by the market. We expect these companies to outperform once the market recognises these stronger earnings growth dynamics.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>It is the present intention of the investment manager to invest the fund heavily in sectors having a direct impact on efforts to mitigate or adapt to climate change, namely auto, renewable energy, utility, materials, and industrial sectors.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
30.	Global Corporate Bond	<p><u>Objectives and investment strategy</u></p> <p>To provide a return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities denominated in various currencies and issued by governments, government agencies, supra-national and corporate issuers worldwide. A maximum of 20% of the net assets of the fund will be held in securities issued by governments.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p>	<p><u>Investment Objective</u></p> <p>The fund aims to provide income and capital growth by investing in fixed and floating rate securities issued by companies worldwide.</p> <p><u>Investment Policy</u></p> <p>The fund invests at least two-thirds of its assets in fixed and floating rate securities denominated in various currencies and issued by companies worldwide.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 200% of the total net assets by using sum of notionals approach or in the range of 0% to 150% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>The fund invests in the full credit spectrum of fixed income investments. The fund may invest:</p> <ul style="list-style-type: none"> – up to 40% 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 and implied Schrodgers ratings for non-rated bonds); – up to 20% of its assets in securities issued by governments and government agencies; and – up to 10% of its assets in contingent convertible bonds. <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may use FDI, long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may use leverage.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 200% of the total net assets by using sum of notionals approach or in the range of 0% to</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			150% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.	
31.	Global Credit Duration Hedged	<p><u>Investment Objective</u> To provide total return primarily through investment in credit and credit related instruments and other fixed and floating rate securities, cash and financial derivative instruments that together provide exposure to global credit markets. The fund may have exposure to investment grade and sub-investment grade debt at any time. Whilst credit and credit related instruments of companies or sovereign issuers will form the majority of assets held, securities issued by governments, government agencies and supranational issuers may also be held from time to time.</p> <p><u>Investment Policy</u> The financial derivative instruments of the fund will include, inter alia, credit default swaps. In this context, the fund acts as protection buyer to hedge the specific credit risk of some of the issuers it holds in its portfolio. The fund may however also sell protection to acquire a specific credit exposure and/or buy protection without holding the underlying issue.</p> <p>In an aim to manage interest rate and credit risks and non base currency exposure, the fund may make use of interest rate futures and options and of foreign exchange forward and swap contracts, respectively.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use</p>	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in fixed and floating rate securities issued by companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities denominated in various currencies and issued by companies worldwide. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund invests in the full credit spectrum of fixed income investments. The fund may invest:</p> <ul style="list-style-type: none"> – up to 40% 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 and implied Schroders ratings for non-rated bonds); – up to 20% of its assets in bonds issued by governments and government agencies; and – up to 10% of its assets in contingent convertible bonds. <p>The investment manager believes the fund provides investors the opportunity to benefit from investing in corporate bonds, but removes the underlying interest rate risk (duration). Duration hedging aims to provide protection against the risk of capital loss due to the effect of rising interest rates. In other words duration hedging allows us to remove a large proportion of interest rate risk. However, this also means that the fund will not benefit from the capital gains normally associated with periods of falling interest rates when conventional corporate bond funds with duration would be expected to produce higher returns.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

Fund	Previous investment objective and policy	Current investment objective and policy	Impact
	<p>of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the absolute Value-at-Risk (VaR) approach to measure its global risk exposure. The absolute VaR approach is generally appropriate in the absence of an identifiable reference portfolio or benchmark. The expected level of leverage of the fund is 300% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may invest in money market instruments and also hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p> <p>The fund may use FDI, long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may use leverage. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the absolute Value-at-Risk (VaR) approach to measure its global risk exposure. The absolute VaR approach is generally appropriate in the absence of an identifiable reference portfolio or benchmark. The expected level of leverage of the fund is 300% of the total net assets by using sum of notionals approach or in the range of 0% to 200% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
32.	Global Demographic Opportunities	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of worldwide issuers who may benefit from the positive economic impact of demographic trends of the global economy and global companies, such as an ageing population and new consumer and industrial trends.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>not a regulatory limit.</p> <p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies worldwide which the investment manager believes may benefit from the positive economic impact of demographic trends.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies worldwide. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The investment manager believes that demographic trends, such as an ageing population and new consumer and industrial trends have a dramatic impact on economic growth. The implications of this growth on corporate earnings and structural earnings growth are frequently overlooked or misunderstood by the market. It is our belief that a strategy based on demographic trends should deliver outperformance typically over a 3-5 year horizon.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
33.	Global Dividend Maximiser*	<p><u>Investment Objective</u> The fund aims to provide income by investing in equities or equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities or equity related securities worldwide, which are selected for their income and capital growth potential. To enhance the yield of the fund the investment manager selectively sells short dated call options over individual securities held by the fund, generating extra income by agreeing strike prices above which potential capital growth is sold. However, it is not the current intention of the investment manager to sell put and uncovered call options.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect. The fund may invest (i) no more than 5% of its net asset value in China A-Shares via Shenzhen-Hong Kong Stock Connect and (ii) no more than 10% of its net asset value in China A-Shares via Stock Connect.</p> <p>The fund may also invest in financial derivative instruments for the purposes of efficient portfolio management. The fund may also hold cash on deposit.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, i.e. selling short dated covered call options over individual securities held by the fund for hedging and extensively for investment purposes.</p> <p>The fund may also employ other FDI for hedging and investment purposes, but the fund does not intend to use such FDI extensively for investment purposes. Such FDI can be used for instance to create market exposure and they include equity, currency, volatility or index related FDI and over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund employs the commitment approach to measure its global exposure in line with the UCITS regulation. Under UCITS, the global</p>	<p><u>Investment Objective</u> The fund aims to provide income by investing in equities or equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities or equity related securities worldwide, which are selected for their income and capital growth potential. To enhance the yield of the fund the investment manager selectively sells short dated call options over individual securities held by the fund, generating extra income by agreeing strike prices above which potential capital growth is sold. However, it is not the current intention of the investment manager to sell put and uncovered call options.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect. The fund may invest (i) no more than 5% of its net asset value in China A-Shares via Shenzhen-Hong Kong Stock Connect and (ii) no more than 10% of its net asset value in China A-Shares via Stock Connect.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in financial derivative instruments for the purposes of efficient portfolio management. The fund may also hold cash on deposit.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, i.e. selling short dated covered call options over individual securities held by the fund for hedging and extensively for investment purposes.</p> <p>The fund may also employ other FDI for hedging and investment purposes, but the fund does not intend to use such FDI extensively for</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

* The name "Dividend Maximiser" refers to the investment objective of the fund to enhance the fund dividend by generating extra income from selling covered call options on the underlying equity portfolio and this may reduce the potential capital growth and future income of the fund. It does not suggest that the manager would aim at seeking the highest possible dividends for the fund.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>exposure under the commitment approach cannot exceed 100% of the total net assets of the fund. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>investment purposes. Such FDI can be used for instance to create market exposure and they include equity, currency, volatility or index related FDI and over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund employs the commitment approach to measure its global exposure in line with the UCITS regulation. Under UCITS, the global exposure under the commitment approach cannot exceed 100% of the total net assets of the fund. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
34.	Global Emerging Market Opportunities	<p><u>Investment Objective</u> To provide a total return.</p> <p><u>Investment Policy</u> The fund may invest in equity and equity related securities of emerging market countries worldwide. The fund may also invest in fixed income securities worldwide and liquidities for defensive purposes.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in equity and equity related securities of companies in emerging market countries worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies in emerging market countries worldwide.</p> <p>The fund may invest up to 40% of its assets in cash and global bonds in order to protect returns when the investment manager believes stock markets are expected to be particularly weak. The fund typically holds 40-60 positions.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country, region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			However, the fund does not intend to use FDI extensively for investment purposes.	
35.	Global Energy	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in securities of companies active in the energy sector.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies in the energy sector.</p> <p><u>Investment Policy</u> The fund may invest at least two-thirds of its assets in a concentrated range of equities of companies in the energy sector. The fund typically holds fewer than 50 companies. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries) or region. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.
36.	Global Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of companies worldwide.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies worldwide.</p> <p>The investment manager seeks to identify companies that he believes will deliver future earnings growth above the level expected by the market</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	<p>typically on a 3-5 year horizon (we refer to this as 'a positive growth gap').</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
37.	Global Equity Alpha	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of companies worldwide. In order to achieve the objective the investment manager will invest in a select portfolio of securities, which it believes offer the best potential for future growth.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in a concentrated range of equity and equity related securities of companies worldwide. The fund typically holds fewer than 50 companies.</p> <p>'Alpha' funds invest in companies in which the investment manager has a high conviction that the current share price does not reflect the future prospects for that business. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The investment manager seeks to identify companies which he believes will deliver future earnings growth above the level expected by the market typically on a 3-5 year horizon (we term this as 'a positive growth gap').</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			<p>countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
38.	Global Equity Yield	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equity and equity related securities of companies worldwide. The fund will invest in a diversified portfolio of equity and equity related securities whose dividend yield in aggregate is greater than the average market yield. Equities with below average dividend yield may be included in the portfolio when the investment manager considers that they have the potential to pay above average yield in future. The fund will not be managed for yield alone: total return (dividend yield plus capital growth) will be equally important.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect. The fund may invest (i) no more than 5% of its net asset value in China A-Shares via Shenzhen-Hong Kong Stock Connect and (ii) no more than 10% of its net asset value in China A-Shares via Stock Connect.</p> <p>The fund may invest in financial derivative instruments including futures, forwards and options for investment purposes as well as for</p>	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in equity and equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies worldwide. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund will invest in a diversified portfolio of equity and equity related securities whose dividend yield in aggregate is greater than the average market yield. Equities with below average dividend yield may be included in the portfolio when the investment manager considers that they have the potential to pay above average yield in future.</p> <p>The fund will not be managed for yield alone: total return (dividend yield plus capital growth) will be equally important.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect. The fund may invest (i) no more than 5% of its net asset value in China A-Shares via Shenzhen-Hong Kong Stock Connect and (ii) no more than 10% of its net asset value in China A-Shares via Stock Connect.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>efficient portfolio management. The fund may also hold cash.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
39.	Global Gold	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equities of gold related companies.</p> <p><u>Investment Policy</u> At least two thirds of the fund's assets (excluding cash) will invest globally in equity and equity related securities of companies involved in the gold industry. It will also invest in gold and other precious metals through equities, funds and eligible gold and other precious metals transferable securities. The fund may hold up to 40% in cash, deposits and money market instruments. The fund will not be exposed to any physical commodities directly, nor enter into any contracts (including futures contracts) relating to physical commodities.</p> <p>The fund's holding in cash, deposits and money market instruments mentioned above is for defensive purposes on a short-term basis as the investment manager considers appropriate under market circumstances. The fund will not invest more than 10% of its net assets into investment funds, excluding exchange traded funds.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of companies in the gold industry.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies worldwide involved in the gold industry. It will also invest in gold and other precious metals through equities, funds and gold and other precious metals transferable securities. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries) or region. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may hold up to 40% of its assets in cash and money market instruments. The fund will not be exposed to any physical commodities directly, nor enter into any contracts (including futures contracts) relating to physical commodities.</p> <p>The fund's holding in cash and money market instruments mentioned</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		can be used for instance to create market exposures through equity, currency, volatility or index related FDI and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	above is for defensive purposes on a short-term basis as the investment manager considers appropriate under market circumstances. The fund will not invest more than 10% of its net assets into investment funds, excluding exchange traded funds. <u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related FDI and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	
40.	Global High Yield	<u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities denominated in various currencies and issued by governments, government agencies, supra-national and corporate issuers worldwide. A minimum of 70% of the net assets of the fund will be invested in securities with a credit rating below investment grade (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies). <u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 100% of the total net assets by using sum of notionals approach or in the range of 0% to 100% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably,	<u>Investment Objective</u> The fund aims to provide income and capital growth by investing in below investment grade fixed and floating rate securities issued worldwide. <u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities that have a below investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies). The securities may be denominated in various currencies and issued by governments, government agencies, supra-nationals and companies worldwide. The fund may invest up to 10% of its assets in contingent convertible bonds. The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund may also invest in money market instruments and hold cash. Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management. <u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may use leverage. FDI may be employed for instance to generate	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 100% of the total net assets by using sum of notionals approach or in the range of 0% to 100% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
41.	Global Inflation Linked Bond	<p><u>Objectives and investment strategy</u></p> <p>To provide a combination of capital growth and income primarily through investment in a portfolio of inflation-linked debt securities issued by governments, government agencies, supra-national and corporate issuers worldwide and financial derivative instruments ("FDI") (including total return swaps). Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its Investment Objective. The fund also has the flexibility to implement long and short active currency positions either via currency forwards or via FDI.</p> <p>The global inflation-linked bond market is global and thus the specific structures and terms of bonds issued can vary depending on the issuing entity. For example, US Treasury Inflation Protected Securities, or 'TIPS',</p>	<p><u>Investment Objective</u></p> <p>The fund aims to provide capital growth and income by investing in inflation-linked fixed income securities.</p> <p><u>Investment Policy</u></p> <p>The fund invests at least two-thirds of its assets in inflation-linked fixed income securities with an investment grade or sub-investment grade credit rating (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) issued by governments, government agencies, supra-nationals and companies worldwide.</p> <p>The global inflation-linked bond market is global and thus the specific structures and terms of bonds issued can vary depending on the issuing</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>guard an investor's savings from inflation. They pay a fixed rate of interest. The value of the principal of a TIPS is adjusted semi-annually, based on changes in the Consumer Price Index. The interest rate is applied to the inflation-adjusted principal, not the original face value. So, if inflation occurs throughout the life of the security, every interest payment will be greater than the one before it. The converse is true however, in the event of deflation. Upon maturity, the US Treasury will pay the greater of either the inflation-adjusted principal or the original face value.</p> <p>The fund is designed to match the general thematic of inflation and not the inflation of individual country.</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 150% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI</p>	<p>entity. For example, US Treasury Inflation Protected Securities, or 'TIPS', guard an investor's savings from inflation. They pay a fixed rate of interest. The value of the principal of a TIPS is adjusted semi-annually, based on changes in the Consumer Price Index. The interest rate is applied to the inflation-adjusted principal, not the original face value. So, if inflation occurs throughout the life of the security, every interest payment will be greater than the one before it. The converse is true however, in the event of deflation. Upon maturity, the US Treasury will pay the greater of either the inflation-adjusted principal or the original face value.</p> <p>The fund is designed to match the general thematic of inflation and not the inflation of individual country.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>The fund has the flexibility to implement long and short active currency positions via FDI such as currency forwards. Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its investment objective and investment policy.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.	<p>volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 150% of the total net assets by using sum of notionals approach or in the range of 0% to 150% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
42.	Global Multi-Asset Income	<p><u>Investment Objective</u> To provide income and capital growth over the medium to longer term by investing primarily in global equities and global fixed income securities directly or indirectly through the use of investment funds or financial derivative instruments (including, but not limited to, futures, options and credit default swaps).</p> <p><u>Investment Policy</u> The fund will seek to achieve the investment objective by actively allocating between equity securities of companies globally, which offer attractive yields and sustainable dividend payments, global bonds and other fixed or floating rate securities (including, but not limited to, asset-backed securities and mortgage backed securities), issued by governments, government agencies, supra-national or corporate issuers, which offer attractive yields, cash (which will be treated as a separate asset class and will be deployed if necessary to limit downside risk during adverse market conditions) and alternative assets indirectly</p>	<p><u>Investment Objective</u> The fund aims to provide a fixed income distribution of 5% per annum and capital growth over a market cycle by investing in a diversified range of assets and markets worldwide. The fund aims to provide a volatility (a measure of how much the fund's returns may vary over a year) of between 5-7% per annum.</p> <p><u>Investment Policy</u> The fund invests two-thirds of its assets directly or indirectly through derivatives in equity and equity related securities, fixed income securities and alternative asset classes. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund may invest in excess of 50% of its assets in below investment grade (fixed and floating rate) securities (being securities with a credit rating below investment grade as measured by Standard & Poor's or any equivalent grade of other credit rating agencies) and unrated securities.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

Fund	Previous investment objective and policy	Current investment objective and policy	Impact
	<p>through exchange trade funds, real estate investment trusts and/or eligible derivative transactions. The alternative assets which the fund may invest include real estate, infrastructure, private equity, commodities, precious metals and alternative investment funds.</p> <p>Asset-backed securities and mortgage-backed securities will not exceed 20% of the net assets of the fund. The fund will not invest more than 10% into investment funds. As part of its primary objective, the fund also has the flexibility to implement active currency positions either via currency forwards or via FDI.</p> <p>The fund may substantially invest in non-investment grade and unrated securities. It is the current intention of the investment manager that the fund will not invest more than 10% of its net asset value in securities issued by or guaranteed by any single country with a credit rating below investment grade.</p> <p>The fund may invest directly in China A-Shares via the Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be used to gain exposure to a wide range of asset classes including, but not limited to, currencies, estate, infrastructure and commodities. Such FDI include, but are not limited to, over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund may invest in excess of 50% of its assets in emerging market debt (fixed and floating rate) securities.</p> <p>The alternative asset classes which the fund may invest include real estate, infrastructure, private equity, commodities, precious metals and alternative investment funds.</p> <p>The fund may invest up to 10% of its assets in open-ended investment funds.</p> <p>Asset-backed securities and mortgage-backed securities will not exceed 20% of the net assets of the fund.</p> <p>It is the current intention of the investment manager that the fund will not invest more than 10% of its net asset value in securities issued by or guaranteed by any single country with a credit rating below investment grade.</p> <p>The fund may invest directly in China A-Shares via the Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			The fund may use FDI (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI may be used to gain exposure to a wide range of asset classes including, but not limited to, currencies, estate, infrastructure and commodities. Such FDI include, but are not limited to, over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	
43.	Global Smaller Companies	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity securities of smaller-sized companies worldwide.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities of smaller-sized companies worldwide. Smaller-sized companies are considered companies which, at the time of purchase, form the bottom 30% by market capitalisation of each individual market. The fund may also invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund may invest in financial derivative instruments including futures for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity,</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of small-sized companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of small-sized companies worldwide. Small-sized companies are companies which, at the time of purchase, are considered to be in the bottom 30% by market capitalisation of each relevant equity markets.</p> <p>The fund may also invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
44.	Greater China	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of People's Republic of China, Hong Kong SAR and Taiwan companies.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities of companies in People's Republic of China, Hong Kong SAR and Taiwan. The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund may invest in financial derivative instruments including futures, forwards and options for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of People's Republic of China, Hong Kong SAR and Taiwan companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of companies in People's Republic of China, Hong Kong SAR and Taiwan.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii)</p>	<p>No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
45.	Hong Kong Dollar Bond	<p><u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of bonds and other fixed and floating rate securities denominated in HKD and issued by governments, government agencies, supranational and corporate issuers worldwide.</p> <p>The fund may invest in the People's Republic of China ("PRC") through the China Interbank Bond Market Initiative. It is intended that the exposure of the fund to PRC onshore investments through the China Interbank Bond Market Initiative will be less than 30% of the net asset value.</p> <p>The fund may not invest:-</p> <ul style="list-style-type: none"> (a) more than 10% of its net asset value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for public welfare investment or infrastructure projects; (b) more than 5% of its net asset value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and (c) in structured deposits or structured products. 	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in fixed and floating rate securities denominated in HKD.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities denominated in HKD issued by governments, government agencies, supra-nationals and companies worldwide and derivatives related to the above instruments.</p> <p>The fund does not invest in non-investment grade securities (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies).</p> <p>The fund may invest in the People's Republic of China ("PRC") through the China Interbank Bond Market Initiative. It is intended that the exposure of the fund to PRC onshore investments through the China Interbank Bond Market Initiative will be less than 30% of the net asset value.</p> <p>The fund may not invest:-</p> <ul style="list-style-type: none"> (d) more than 10% of its net asset value in Urban Investment Bonds (城投債), which means debt instruments issued by local government financing vehicles ("LGFVs") and traded on the PRC exchange-traded bond markets and interbank bond market. These LGFVs are separate legal entities established by local 	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>governments and/or their affiliates to raise financing for public welfare investment or infrastructure projects; (e) more than 5% of its net asset value in asset-backed securities (including mortgage-backed securities and asset-backed commercial papers); and (f) in structured deposits or structured products.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
46.	Hong Kong Equity	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity securities of Hong Kong SAR companies.</p> <p><u>Investment Policy</u> At least two-thirds of the fund's assets (excluding cash) will invest in equities of Hong Kong SAR companies. The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Shanghai-Hong Kong Stock Connect (as defined below).</p> <p>The fund may invest in financial derivative instruments including</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Hong Kong SAR companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Hong Kong SAR companies.</p> <p>The fund may invest directly in China B-Shares and China H-Shares and may invest up to 10% of its assets in China A-Shares through Stock Connect (as defined below).</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>futures, forwards and options for the purposes of efficient portfolio management. The fund may also hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 10% of the net asset value of the fund in China A-Shares via Stock Connect, (ii) more than 5% of the net asset value of the fund in China A-Shares via Shenzhen-Hong Kong Stock Connect and (iii) 30% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
47.	Indian Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of Indian companies.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Indian companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Indian companies.</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	<p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
48.	Japanese Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of Japanese companies.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Japanese companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Japanese companies.</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
49.	Japanese Opportunities	<p><u>Investment Objective</u> To provide capital growth.</p> <p><u>Investment Policy</u> The fund may invest primarily in equity securities of Japanese companies. The fund seeks to identify and invest in significantly undervalued stocks by estimating fair value of a stock based on mid to long term earnings outlook and qualitative factors (sustainability of above average earnings growth, quality of earnings, management capability, and degree of shareholder focus). It will keep holding the position for a long time until the market reflects the value of a stock. The fund has a long term smaller cap bias.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>purposes.</p> <p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Japanese companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Japanese companies.</p> <p>The fund seeks to identify and invest in undervalued stocks by estimating their fair value based on predicted returns over the medium to long term. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.
50.	Japanese Smaller Companies	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of smaller Japanese companies. Smaller Japanese companies are considered companies which, at the time of purchase, form the bottom 30% by market capitalisation of the Japanese market.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of small-sized Japanese companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of small-sized Japanese companies. These are companies which, at the time of purchase, are considered to be in the bottom 30% by market capitalisation of the Japanese equities market. As the fund is index-unconstrained it is managed without reference to an index.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	<p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
51.	Korean Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of Korean companies.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Korean companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Korean companies.</p> <p>The fund typically holds fewer than 70 companies.</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference,</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.	
52.	Latin American	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of Latin American companies.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Latin American companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Latin American companies.</p> <p>The fund typically holds 50-70 companies.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in Latin American or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.
53.	Middle East	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity and equity related securities of Middle Eastern companies including companies in emerging Mediterranean markets. The portfolio may also, to a limited extent, seek exposure to the markets of Northern Africa.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity,</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Middle Eastern companies, including companies in emerging Mediterranean markets and North Africa.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of Middle Eastern companies including companies in emerging Mediterranean markets and North Africa.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund typically holds 30-70 companies.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country in the Middle East or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
54.	QEP Global Active Value	<p><u>Objectives and investment strategy</u> To provide a total return primarily through active investment in a diversified value style biased portfolio of equity and equity related securities of companies worldwide.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in equity and equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in a diversified portfolio of equity and equity-related securities of companies worldwide. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund focuses on companies that have certain "Value" characteristics. Value is assessed by looking at indicators such as cash flows, dividends and earnings to identify securities which the investment manager believes have been undervalued by the market.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
55.	QEP Global Quality	<p><u>Objectives and investment strategy</u> To provide a total return primarily through investment in equity and equity related securities of companies worldwide whose financial characteristics show a high quality bias. In order to achieve the objective, the investment manager will invest in a broadly diversified portfolio of securities selected through the application of analytical techniques that apply a quality screen, including factors such as low leverage and stable profitability.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth and income by investing in equity and equity related securities of companies worldwide.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in a diversified portfolio of equity and equity-related securities of companies worldwide. As the fund is index-unconstrained it is managed without reference to an index.</p> <p>The fund focuses on companies that have certain "Quality" characteristics. Quality is assessed by looking at indicators such as a company's profitability, stability and financial strength.</p> <p>The fund may invest directly in China A-Shares via the Shanghai-Hong</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively "Stock Connect") (as further described in the section headed "Stock Connect" in the Hong Kong Covering Document). Indirect exposure to China A-Shares may also be sought for the fund through investment in financial instruments such as China market access products and other funds with China access through quota held by Qualified Foreign Institutional Investors or Renminbi Qualified Foreign Institutional Investors. The fund does not currently intend to invest (i) more than 5% of the net asset value of the fund in China A-Shares via Stock Connect and (ii) 10% or more of the net asset value of the fund directly and indirectly in China A-Shares and China B-Shares.</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector. The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
56.	Strategic Bond	<p><u>Objectives and investment strategy</u> To provide a total return primarily through investment in a portfolio of bonds and other fixed and floating rate securities (including, but not limited to, asset-backed securities and mortgage-backed securities) denominated in various currencies issued by governments, government agencies, supra-national and corporate issuers worldwide and financial derivative instruments ("FDI") (including total return swaps). Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its Investment Objective. As part of its primary objective, the fund also has the flexibility to implement</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in fixed and floating rate securities using an absolute return approach which means the fund seeks to provide a positive return over a 12-month period in all market conditions, but this cannot be guaranteed and your capital is at risk.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities in various currencies issued by governments, government agencies, supra-nationals and companies worldwide. The fund follows an</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

Fund	Previous investment objective and policy	Current investment objective and policy	Impact
	<p>long and short active currency positions either via currency forwards or via FDI. The full spectrum of available securities, including non-investment grade, may be utilised.</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p>In order to implement an efficiently diversified set of strategies (such as country, yield curve, credit and currency strategies) and to achieve a risk target that is consistent with the fund's risk profile, the fund will use financial derivative instruments that may generate a higher level of leverage.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the absolute Value-at-Risk (VaR) approach to measure its global risk exposure. The absolute VaR approach is generally appropriate in the absence of an identifiable reference portfolio or benchmark. The expected level of leverage of the fund is 900% of the total net assets by using sum of notionals approach or in the range of 200% to 500% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the</p>	<p>absolute return approach which means the fund seeks to provide a positive return over a 12-month period in all market conditions, but this cannot be guaranteed and your capital is at risk.</p> <p>The fund may invest:</p> <ul style="list-style-type: none"> – up to 10% of its assets in contingent convertible bonds; – up to 50% of its assets in securities with a non-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies); and – up to 100% of its assets in asset-backed securities, commercial mortgage-backed securities, and/or residential mortgage-backed securities issued worldwide with an investment grade or sub-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies). Underlying assets may include, inter alia, credit card receivables, personal loans, auto loans, small business loans, leases, commercial mortgages and residential mortgages. <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>As the fund is index-unconstrained it is managed without reference to an index.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p>As part of its primary objective, the fund also has the flexibility to implement long and short active currency positions via FDI such as currency forwards. Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the fund</p>	

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	<p>more efficiently. Where the fund uses total return swaps, the underlying consists of instruments in which the fund may invest according to its Investment Objective and Investment Policy.</p> <p>FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>In order to implement an efficiently diversified set of strategies (such as country, yield curve, credit and currency strategies) and to achieve a risk target that is consistent with the fund's risk profile, the fund will use derivatives that may generate a higher level of leverage.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the absolute Value-at-Risk (VaR) approach to measure its global risk exposure. The absolute VaR approach is generally appropriate in the absence of an identifiable reference portfolio or benchmark. The expected level of leverage of the fund is 900% of the total net assets by using sum of notionals approach or in the range of 200% to 500% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
57.	Taiwanese Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of Taiwanese companies.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of Taiwanese companies.</p> <p><u>Investment Policy</u></p>	No change to the investment style, investment philosophy, risk profile and the fees

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>The fund invests at least two-thirds of its assets in the equity and equity related securities of Taiwanese companies.</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>chargeable in respect of the fund as stated in Prospectus.</p>
58.	UK Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of UK companies.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of UK companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in equity and equity related securities of UK companies. The fund invests at least 75% of its assets in equities of companies that are incorporated in the European Economic Area.</p> <p>The fund is not subject to any limitation on the market capitalisation of the companies that it may invest in.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u></p>	<p>No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			<p>The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
59.	US Dollar Bond	<p><u>Objectives and investment strategy</u> To provide a return of capital growth and income primarily through investment in a portfolio of bonds and fixed and floating rate securities (including, but not limited to, asset-backed securities and mortgage-backed securities) denominated in USD and issued by governments, government agencies, supra-national and corporate issuers worldwide. The fund also has the flexibility to implement long and short active currency positions either via currency forwards or via FDI.</p> <p>Long and short active currency positions implemented by the fund can be uncorrelated to the underlying assets of the fund. The fund may use FDI such as currency forwards, options on currency forwards and spots to hedge out any unwanted currency risk and/or to capture potential outperformance of a particular currency versus another.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 200% of the total net assets by using sum of notionals approach or in the range of 0% to 250% by using commitment approach. The expected</p>	<p><u>Investment Objective</u> The fund aims to provide income and capital growth by investing in fixed and floating rate securities denominated in USD.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in fixed and floating rate securities, including asset-backed securities and mortgage-backed securities, denominated in USD, issued by governments, government agencies, and companies worldwide.</p> <p>The fund invests in the full credit spectrum of fixed income investments. The fund may invest:</p> <ul style="list-style-type: none"> – up to 40% 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 and implied Schrodors ratings for non-rated bonds); and – up to 70% of its assets in asset-backed securities, commercial mortgage-backed securities, and/or residential mortgage-backed securities issued worldwide with an investment grade or sub-investment grade credit rating (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies). Underlying assets may include, inter alia, credit card receivables, personal loans, auto loans, small business loans, leases, commercial mortgages and residential mortgages. <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p>	<p>No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.</p>

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.	<p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI, long and short, with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. The fund may use leverage. FDI may be employed for instance to generate additional income from exposure to credit risk in purchasing or selling protection through credit default swaps, adjusting the fund's duration through the tactical use of interest related FDI, generating additional income through inflation or volatility linked FDI or increasing its currency exposure through the use of currency related FDI. FDI could also be employed to create synthetic instruments. Such FDI include over-the-counter and/or exchange traded options, futures, warrants, swaps, forward contracts and/or a combination of the above.</p> <p>The fund may use FDI extensively for investment purposes but it is not limited to a particular strategy regarding the usage of FDI. The fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The relative VaR approach is used for funds where a VaR benchmark reflecting the investment strategy which the fund is pursuing is defined. The expected level of leverage of the fund is 200% of the total net assets by using sum of notionals approach or in the range of 0% to 250% by using commitment approach. The expected level of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten. The level of leverage using sum of notionals approach is calculated as (i) the sum of notionals of all FDI entered into by the fund expressed as a percentage of the fund's net asset value and (ii) any additional leverage generated by the reinvestment of collateral in relation to efficient portfolio management transactions. Under the commitment approach, the fund's financial derivative positions are converted into the market value of the equivalent position in the underlying asset; or the notional value or the price of the futures contract where they are more conservative. Netting and hedging rules may also be used. The expected level of leverage is an indicator and not a regulatory limit.</p>	
60.	US Dollar Liquidity	<p><u>Objectives and investment strategy</u> To provide liquidity and current income, to the extent consistent with the preservation of capital, through investment in high quality short-term debt securities that are denominated in USD, provided that (i) at the time of acquisition, the average initial or residual maturity of all such securities held in the portfolio does not exceed 12 months, taking into account any financial instruments connected therewith, or (ii) the terms and conditions governing those securities provide that the applicable interest rate is adjusted at least annually on the basis of market</p>	<p><u>Investment Objective</u> The fund aims to mitigate losses in falling markets, as well as to provide income by investing in short-term fixed income securities that are denominated in USD. The mitigation of losses cannot be guaranteed.</p> <p><u>Investment Policy</u> The fund invests in short-term bonds that are denominated in US Dollar.</p> <p>At the time of acquisition, (i) the average residual maturity of all such</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
		<p>conditions.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI for hedging purposes only.</p>	<p>securities held in the portfolio does not exceed 12 months, taking into account any financial instruments connected therewith, or (ii) the terms and conditions governing those securities provide that the applicable interest rate is adjusted at least on the basis of market conditions. The fund invests at least two-thirds of its assets in such short-term bonds.</p> <p>The fund invests in fixed and floating rate securities with a credit rating of A- and above at the time of purchase (as measured by Standard & Poor's or any equivalent grade of other credit rating agencies).</p> <p>The fund is not subject to any limitation on the portion of its net asset value that may be invested in any country (including emerging market countries), region or sector.</p> <p>The fund may hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI for hedging purposes only.</p>	
61.	US Large Cap	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of US large cap companies. Large cap companies are companies which, at the time of purchase, are considered to form the top 85% by market capitalisation of the US market.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of large-sized US companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in the equity and equity related securities of large-sized US companies. Large-sized companies are companies which, at the time of purchase, are considered to be in the top 85% by market capitalisation of the US equities market.</p> <p>The fund may invest in the equity securities of non-US companies provided they are listed on one of the major North American stock exchanges.</p> <p>The fund may invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
			<p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	
62.	US Small & Mid-Cap Equity	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of smaller and medium-sized US companies. Smaller and medium-sized US companies are considered companies which, at the time of purchase, form the bottom 40% by market capitalisation of the US market.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of small and mid-sized US companies.</p> <p><u>Investment Policy</u> The fund may invest at least two-thirds of its assets in equity and equity related securities of small and mid-sized US companies. These are companies which, at the time of purchase, are considered to be in the bottom 40% by market capitalisation of the US equities market.</p> <p>The fund invests in a broad range of small and mid-sized US companies. The investment approach focuses on three types of US companies: companies that the investment manager believes demonstrate strong growth trends and improving levels of cash; companies which the investment manager believes generate dependable earnings and revenues; and companies that the investment manager believes are undergoing positive change that is not being recognised by the market. By doing so, the investment manager believes that we can reduce overall risk and improve returns for our investors over the medium to long term.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with aim of reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

Comparison Table of the Investment Objectives and Policies of the Sub-Funds of the Schroder International Selection Fund

	Fund	Previous investment objective and policy	Current investment objective and policy	Impact
63.	US Smaller Companies	<p><u>Objectives and investment strategy</u> To provide capital growth primarily through investment in equity securities of smaller US companies. Smaller US companies are considered companies which, at the time of purchase, form the bottom 30% by market capitalisation of the US market.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may employ FDI for hedging and investment purposes. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	<p>intend to use FDI extensively for investment purposes.</p> <p><u>Investment Objective</u> The fund aims to provide capital growth by investing in equity and equity related securities of small-sized US companies.</p> <p><u>Investment Policy</u> The fund invests at least two-thirds of its assets in the equity and equity related securities of small-sized US companies. These are companies which, at the time of purchase, are considered to be in the bottom 30% by market capitalisation of the US equities market.</p> <p>The fund invests in a broad range of smaller companies in the US on the belief that they will offer better growth prospects than their larger peers over the medium to long term. The investment approach focuses on three types of companies: companies that the investment manager believes demonstrate strong growth trends and improving levels of cash; companies that the investment manager believes generate dependable earnings and revenues; and companies that the investment manager believes are undergoing positive change that is not being recognised by the market. By doing so, the investment manager believes that we can reduce overall risk and improve returns for our investors over the medium to long term.</p> <p>The fund may also invest in money market instruments and hold cash.</p> <p>Under exceptional circumstances (e.g. market crash or major crisis), the fund may be invested temporarily up to 100% of its net asset value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management.</p> <p><u>Use of financial derivative instruments ("FDI")</u> The fund may use FDI with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. FDI can be used for instance to create market exposures through equity, currency, volatility or index related financial derivative instruments and include over-the-counter and/or exchange traded options, futures, contracts for difference, warrants, swaps, forward contracts and/or a combination of the above. However, the fund does not intend to use FDI extensively for investment purposes.</p>	No change to the investment style, investment philosophy, risk profile and the fees chargeable in respect of the fund as stated in Prospectus.

IMPORTANT: This document is important and requires your immediate attention. If you have any questions about the contents of this document, you should seek independent professional advice. FIL Investment Management (Hong Kong) Limited has taken all reasonable care to ensure the facts stated in this document are true and accurate in all material respects at the date hereof and that there are no other material facts the omission of which makes any statement of fact or opinion misleading at the date of issuance.

26 May 2017

Important information on Fidelity Funds - Growth & Income Fund and Fidelity Funds - Fidelity Target™ 2020 Fund (the "Funds")

Dear Shareholder,

We are writing to you as an investor in the above Funds to inform you of findings pursuant to an internal review of the Funds' investment management arrangements.

Background

As disclosed in the Hong Kong Prospectus dated January 2017, the assets of certain sub-funds may for the purposes of efficient management be co-managed as a single portfolio. When this occurs, the portfolio of assets is managed by one or more of the investment management entities listed under Part IV of the Hong Kong Prospectus.

In this particular case, up until around 1 December 2004 a small percentage of the Funds' assets were managed by a portfolio manager based in Hong Kong with FIL Investment Management (Hong Kong) Limited ("FIMHK"), an entity approved by the SFC to assume investment management discretion in respect of the Funds. However, in early December 2004 the relevant portfolio manager relocated to Korea within the Fidelity Group to FIL Asset Management Korea Limited ("FAMKL"), where he continued to manage a small portion of the Funds' assets until September 2007 after which time a new Fidelity employed portfolio manager with FAMKL assumed the management of a small portion of the Funds' assets. FAMKL is subject to the same governance framework as any other companies within the Fidelity Group (including FIMHK), and is regulated by the Financial Services Commission of Korea to manage public investment funds. However, FAMKL is not an SFC approved management entity and so the above arrangements were not in compliance with SFC's requirements.

Details of the Funds' assets managed by FAMKL during the relevant period are set out in the table below:

Fund(s)	Period(s) where assets were exposed to Korea since launch of the Fund(s)	Maximum percentage of the Funds' assets managed by FAMKL from 1 December 2004 onwards	Average percentage of the Funds' assets managed by FAMKL from 1 December 2004 onwards
Fidelity Funds - Growth & Income Fund	24 January 2006 to 15 November 2007; and 3 February 2011 to 22 June 2011	2.779	0.620
Fidelity Funds - Fidelity Target™ 2020 Fund	10 May 2002 to 6 November 2008; 23 September 2009 to 10 November 2014; 22 April 2015 to 20 August 2015; and 1 February 2016 to 4 July 2016	2.288	0.567

Fidelity has remedied the position and the respective Funds' assets previously managed by FAMKL have been sold. Accordingly no assets of the Funds have been managed by FAMKL since 4 July 2016. Furthermore, procedures and measures have been implemented to ensure that going forward any portion of the assets of the Funds are only managed by investment management entities which have previously been approved by the SFC to undertake such investment management responsibilities. The Product Key Facts Statement dated April 2017 has been enhanced to inform investors of the list of investment advisors whom are eligible to participate in the co-management arrangements as disclosed in the Hong Kong Prospectus. Should investors like to obtain details of the actual co-management arrangements which have occurred during the course of each year, the list of all investment advisors which have managed all or part of the assets of each fund over the last six or twelve months will be published in the Fidelity Funds' annual and semi-annual report and accounts.

We wish to reassure investors that during this period, the Funds' assets were managed in accordance with the Funds' respective investment objectives and policies. Accordingly, no material impact or prejudice has been suffered by the Funds or investors arising from this matter. If you have any questions relating to the above, please contact your usual financial adviser or the Fidelity Investor Hotline[^] at +852 2629 2629, or you can write to the Hong Kong Representative at Level 21, Two Pacific Place, 88 Queensway, Admiralty, Hong Kong.

Yours faithfully,



Mark Talbot
Managing Director, Asia Pacific
Signed on behalf of FIL Investment Management (Hong Kong) Limited
as Hong Kong Representative of Fidelity Funds

[^] International Toll-free Number +800 2323 1122, available to calls from Australia, Canada, Japan, South Korea, Malaysia, New Zealand, the Philippines, Singapore, Taiwan, Thailand and USA. Service may not be available for certain mobile carriers. The "+" sign represents the International Access Prefix. China Toll-free Number: 4001 200632. The Fidelity Investor Hotline is available from 9am to 6pm, Monday to Friday (except Hong Kong public holidays).