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**25 March 2015**

Dear Shareholder,

**Schroder International Selection Fund – liquidation of several share classes and proposal to switch**

After analysis and review the board of directors (the "Board") of Schroder International Selection Fund (the "Company") has decided that a number of share classes (the "Closing Share Classes") are too small to be managed cost-effectively and are unlikely to grow in the near future. Therefore in the best interest of shareholders and in accordance with Article 5 of the Company's articles of incorporation and the provisions of the Company's prospectus (the "Prospectus"), the Board has decided to liquidate the Share Classes on 6 May 2015 (the "Effective Date") and proposes to switch your holding into an alternative share class within the same fund.

**As a result of the switch, the shares that you will receive in exchange of your current shares in the Closing Share Classes, will be shares in a share class (the "Receiving Share Class") which is denominated in the same currency and has the same ongoing charges as the Closing Share Class you hold on the Effective Date.** Details of the Closing Share Classes and the corresponding Receiving Share Classes are listed in the appendix of this letter.

On the Effective Date, the net assets of the Closing Share Classes will be switched to the Receiving Share Classes. For the shares of each Closing Share Class that you hold, you will receive an equal amount by value of shares of the corresponding Receiving Share Class, calculated at the net asset value per share on the Effective Date.

**You are currently invested in a distribution share class that pays distributions on an annual, half yearly, quarterly or monthly basis. The Receiving Share Class is an accumulation share class, which means that income is kept in the fund and its value is reflected in the price of the share class.**

However, if you would like to redeem your shares or switch to another Schroders fund prior to the Effective Date, you may do so at any time up to and including deal cut-off at 13:00 Luxembourg time on 5 May 2015. Please ensure that your redemption or switch instruction reaches Schroder Investment Management (Luxembourg) S.A. before this deadline. We will execute your instructions free of charge in accordance with the provisions of the Prospectus. Please note that some distributors, paying agents, correspondent banks or similar agents might charge you transaction fees. Please also note that they might have a local deal cut-off time which is earlier than the Fund's cut-off time in Luxembourg, and we recommend that you check with them to ensure that your instructions reach Schroder Investment Management (Luxembourg) S.A. before the deal cut-off given above.

We hope that you choose to remain invested with Schroders. If you would like more information about other funds available in the Schroders fund range or have any questions about the switches please contact your local Schroders office or your usual professional adviser or Schroder Investment Management (Luxembourg) S.A. on (+352) 341 342 212.

Yours faithfully,

Handwritten signature of Noel Fessey in black ink.

**Noel Fessey**  
Authorised Signatory

Handwritten signature of Marco Zwick in black ink.

**Marco Zwick**  
Authorised Signatory

**Appendix****List of ISIN codes for Share Classes to close in Schroder International Selection Fund**

Fund	Closing Share Class			Receiving Share Class		
	Share Class	Share Class Currency	ISIN code	Share Class	Share Class Currency	ISIN code
Asian Bond Absolute Return	B Distribution	USD	LU0091253533	B Accumulation	USD	LU0106250763
Asian Local Currency Bond	A1 Distribution	USD	LU0779869287	A1 Accumulation	USD	LU0365760734
Asian Opportunities	B Distribution	USD	LU0054768444	B Accumulation	USD	LU0106259632
Asian Smaller Companies	C Distribution	USD	LU0291342433	C Accumulation	USD	LU0227180022
Emerging Markets	B Distribution	USD	LU0057205329	B Accumulation	USD	LU0106252462
EURO Corporate Bond	A Distribution Duration Hedged	EUR	LU0616493440	A Accumulation Duration Hedged	EUR	LU0607220562
European Large Cap	B Distribution	EUR	LU0083899699	B Accumulation	EUR	LU0106237075
Global Climate Change Equity	A Distribution	EUR Hedged	LU0671500667	A Accumulation	EUR Hedged	LU0306804302
Global Bond	B Distribution	USD	LU0052723862	B Accumulation	USD	LU0106256968
Global Energy	A Distribution	EUR Hedged	LU0671501632	A Accumulation	EUR Hedged	LU0671501558
Global Equity	A Distribution	USD	LU0215106880	A Accumulation	USD	LU0215105999
Global Equity Alpha	A Distribution	USD	LU0374903002	A Accumulation	USD	LU0225283273
Global Equity Alpha	B Distribution	USD	LU0374903424	B Accumulation	USD	LU0225283513

Fund	Closing Share Class			Receiving Share Class		
	Share Class	Share Class Currency	ISIN code	Share Class	Share Class Currency	ISIN code
Italian Equity	C Distribution	EUR	LU0067017441	C Accumulation	EUR	LU0106239527
Japanese Equity	B Distribution	JPY	LU0052723433	B Accumulation	JPY	LU0106240376
Japanese Smaller Companies	A Distribution	JPY	LU0049239014	A Accumulation	JPY	LU0106242315
Japanese Smaller Companies	B Distribution	JPY	LU0052722898	B Accumulation	JPY	LU0106243719
Korean Equity	A Distribution	USD	LU0195149512	A Accumulation	USD	LU0195148118
Taiwanese Equity	C Distribution	USD	LU0270816738	C Accumulation	USD	LU0270815920
Taiwanese Equity	I Distribution	USD	LU0338531063	I Accumulation	USD	LU0270816571
US Large Cap	B Distribution	USD	LU0057922238	B Accumulation	USD	LU0106261455