

1 July 2020

Dear Investor,

Schroders' Funds – Fee Reduction

We are pleased to inform you that, following a comprehensive pricing review, Schroder Investment Management Australia Limited will be reducing the management fees on most of our funds that have a wholesale unit class, as well as a number of other classes for certain funds. The fee reductions are set out in the table below and will be effective from 1 October 2020. They will also be incorporated into updated Product Disclosure Statements (**PDSs**) from this date.

Details of the current and new management fees for each fund are provided below:

Fund	APIR	Current management fee*	New management fee effective 1 October 2020*
Schroder Wholesale Australian Equity Fund	SCH0101AU	0.92%	0.80%
Schroder Equity Opportunities Fund - Wholesale Class	SCH0035AU	0.92%	0.80%
Schroder Asia Pacific Fund - Wholesale Class	SCH0006AU	1.37%	1.10%
Schroder Global Emerging Markets Fund - Wholesale Class	SCH0034AU	1.40%	1.00%
Schroder Emerging Markets Sustainable Fund - Wholesale Fund	SCH0097AU	1.40%	0.85%
Schroder Global Sustainable Equity Fund (Hedged) - Wholesale Class	SCH0051AU	0.98%	0.75%
Schroder Global Sustainable Equity Fund - Wholesale Class	SCH0040AU	0.98%	0.75%
Schroder Global Recovery Fund - Professional Class	SCH4757AU	0.80%	0.70%
Schroder Global Core Fund - Wholesale Class	SCH0003AU	0.40%	0.30%
Schroder Global Value Fund - Wholesale Class	SCH0030AU	0.98%	0.75%
Schroder Global Value Fund (Hedged) - Wholesale Class	SCH0032AU	0.98%	0.75%
Schroder Fixed Income Fund - Wholesale Class	SCH0028AU	0.50%	0.45%
Schroder Absolute Return Income Fund - Professional Class	SCH0024AU	0.54%	0.38%
Schroder Real Return CPI Plus 5% Fund - Wholesale Class	SCH0047AU	0.90%	0.85%
Schroder Strategic Growth Fund - Wholesale Class	SCH0102AU	0.90%	0.85%

* Investors in the Schroders' funds may incur fees and costs in addition to the management fees listed above, including indirect costs, performance fees and transactional and operational costs. Please refer to the PDS of each fund for further information.

The updated management fees will automatically be applied to your investment from 1 October 2020, so no action is required from you as a result of this communication.

PDS availability and further information

The new PDSs will be available at [schroders.com.au](https://www.schroders.com.au) from 1 October 2020. In the meantime, you can continue to use the current PDS and application forms available on our website.

If you have any questions on these changes, please contact our Client Services Team on 1300 136 471.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Graeme Mather', written in a cursive style.

Graeme Mather
Head of Product and Distribution