

Mitteilung an alle Anteilseigner der **Schroder Absolute Fonds:**

Anbei finden Sie die Information der Gesellschaft, folgender Fond ist betroffen:

GB0007905945 Schroder Absolute Return Bond - Accum A GBP CAP

Details können Sie der beigefügten Anlage entnehmen.

Dear Sir/Madam

Fund change: Schroder Absolute Return Bond Fund

We are writing to inform you of a change to the Schroder Absolute Return Bond Fund (the "Fund"), in which you are invested.

The Fund's benchmark is currently the London Interbank Offered Rate (LIBOR) plus 1%. Because LIBOR is being discontinued from the end of December 2021, the Fund will transition to an alternative benchmark with effect from 28 June 2021 (the effective date). The ICE BofA Sterling 3-Month Government Bill Index benchmark plus 1%, which tracks the performance of UK Government Bills, has been identified as the replacement for LIBOR plus 1% for the Fund.



A Government Bill index has been chosen as a replacement as Government Bills are widely available financial instruments and investible in their own right. The chosen index also matches the time period of the existing LIBOR benchmark and is produced by an established benchmark provider.

The Fund's investment objective will be updated to reflect this change. The revised investment objective and unchanged investment policy is shown in the Appendix to this letter.

The amendment will not otherwise alter the way that the Fund is managed, and the Fund's allowable investments and risk profile will be unchanged. This change does not require unitholder approval and you do not need to take any action.

You are entitled to switch your units in the Fund for units in another Schroders fund, free of any initial charge, at any time before the change is effected.

If you have any questions or concerns about the proposal, please contact your financial adviser. If you do not have a financial adviser you can find one in your area by visiting www.unbiased.co.uk or call a member of our Investor Services Team on 0800 182 2399. Please be aware that Schroders does not offer investment advice.

Yours faithfully

Paul Truscott
Director
Schroder Unit Trusts Limited

Appendix: Comparison of the Fund Investment Objective

Current Objective	Revised Objective
The Fund aims to provide an absolute return of 3 month LIBOR (or an equivalent reference rate) plus 1% (after fees have been deducted) over rolling 12-month periods by investing directly or indirectly in fixed and floating rate securities issued by governments, government agencies and companies worldwide. Absolute returns means the Fund seeks a positive return over rolling 12-month periods in all market conditions, but this cannot be guaranteed and your capital is at risk.	The Fund aims to provide an absolute return of the ICE BofA Sterling 3-Month Government Bill Index plus 1% (after fees have been deducted) over rolling 12-month periods by investing directly or indirectly in fixed and floating rate securities issued by governments, government agencies and companies worldwide. Absolute returns means the Fund seeks a positive return over rolling 12-month periods in all market conditions, but this cannot be guaranteed and your capital is at risk.

The Fund's investment policy, as shown below for completeness, remains unchanged.

Investment Policy

The Fund is actively managed and invests at least 80% of its assets directly, or indirectly through derivatives, in fixed and floating rate securities denominated in sterling (or in other currencies and hedged back into sterling) issued by governments, government agencies, supra-national and corporate issuers worldwide. As the Fund is index-unconstrained it is managed without reference to an index.

The Fund may invest up to 50% of its assets in below investment grade securities as measured by Standard & Poor's or an equivalent credit rating agency, or in unrated securities.

The Fund may invest up to 100% of its assets in asset-backed securities and mortgage-backed securities.

The Fund may also invest directly or indirectly in securities (including in other asset classes), countries, regions, industries or currencies, collective investment schemes (including Schroder funds) and money market instruments, and hold cash.

The Fund may use derivatives with the aim of achieving investment gains, reducing risk or managing the Fund more efficiently (for more information please refer to section 6 of Appendix I of the Prospectus). The Fund may use leverage and take short positions.