

Date

Name
Address1
Address2
Address3
Address4
Postcode

Dear

Account number:

Designation:

Proposed fund change: Schroder Strategic Credit Fund

I am writing to inform you of a change to the Schroder Strategic Credit Fund (the Fund), a sub-fund of Schroder Investment Fund Company, in which you are invested.

With effect from 25 May 2018 (the effective date), the Fund's target return objective will change from income and capital growth in excess of 3 Month Treasury Bills to income and capital growth in excess of 3 Month LIBOR. The change is being made because the reference index used by the Fund to track its performance target has been discontinued by the vendor and we consider that 3 Month LIBOR is a suitable replacement.

Please note that the change does not require shareholder approval and you are not required to take any action. The investment management of the Fund and its risk profile will not change after the effective date,

The Fund's current and revised investment objective and policy are set out in the Appendix below.

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 718 777. Please be aware that Schroders does not offer investment advice.

Yours faithfully



James Rainbow
Director
Schroder Unit Trusts Limited

Appendix: Comparison of the Fund Investment Objective and Policy

| Current Objective and Policy | New Objective and Policy |
|--|---|
| <p>Investment Objective</p> <p>The Fund aims to provide income and capital growth in excess of 3 Month Treasury Bills over rolling 3 to 5 year periods by investing in fixed and floating rate securities of UK and European companies but this cannot be guaranteed and your capital is at risk.</p> <p>Investment Policy</p> <p>The Fund invests at least 80% of its assets in fixed and floating rate securities denominated in sterling (or in other currencies and hedged back into sterling) issued by UK and European companies. The Fund may also invest in fixed and floating rate securities issued by companies worldwide and by governments, government agencies and supra-nationals. As the Fund is index-unconstrained it is managed without reference to an index.</p> <p>The Fund may invest more than 50% of its assets in below investment grade securities (as measured by Standard & Poor's or any other equivalent credit rating agencies) or in unrated securities.</p> <p>The Fund may also invest in collective investment schemes, equity and equity related securities and warrants, and hold cash.</p> <p>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 Appendix III. Section 10: Derivatives and Forwards of the Prospectus). The Fund may use leverage and take short positions.</p> | <p>Investment Objective</p> <p>The Fund aims to provide income and capital growth in excess of 3 Month LIBOR Bills over rolling 3 to 5 year periods by investing in fixed and floating rate securities of UK and European companies but this cannot be guaranteed and your capital is at risk.</p> <p>Investment Policy</p> <p>The Fund invests at least 80% of its assets in fixed and floating rate securities denominated in sterling (or in other currencies and hedged back into sterling) issued by UK and European companies. The Fund may also invest in fixed and floating rate securities issued by companies worldwide and by governments, government agencies and supra-nationals. As the Fund is index-unconstrained it is managed without reference to an index.</p> <p>The Fund may invest more than 50% of its assets in below investment grade securities (as measured by Standard & Poor's or any other equivalent credit rating agencies) or in unrated securities.</p> <p>The Fund may also invest in collective investment schemes, equity and equity related securities and warrants, and hold cash.</p> <p>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 Appendix III. Section 10: Derivatives and Forwards of the Prospectus). The Fund may use leverage and take short positions.</p> |