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19 January 2015

Dear Shareholder,

Schroder GAIA – Avoca Credit (the "Fund")

We are writing to advise you that, due to the acquisition of Avoca Capital Management LLP, the investment manager of the Fund, by KKR & Co LP, the investment manager was renamed KKR Credit Advisors (UK) LLP with effect from 24 September 2014. As a result of the acquisition, we are changing the name of the Fund to Schroder GAIA – KKR Credit with effect from 19 February 2015.

In addition, we are clarifying the investment policy of the Fund with immediate effect to highlight that it is able to and currently does invest in contingent convertible bonds.

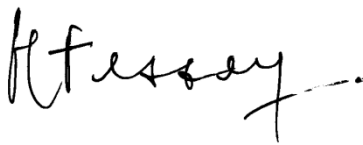
You will find enclosed a copy of the revised "Fund Details" section (this can also be found in the prospectus in Appendix III). This section includes both the updated investment policy and also some additional specific risk considerations associated with investing in contingent convertible bonds.

All other key features of the Fund, including the way the Fund is managed, the fee structure and the risk profile, will remain unchanged.

Any expenses incurred directly as a result of making this change will be borne by Schroder Investment Management (Luxembourg) S.A., the Company's management company.

If you would like more information, 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,



Noel Fessey
Authorised Signatory



Marco Zwick
Authorised Signatory

Category 1 – Externally Managed Funds

Schroder GAIA Avoca Credit

(as of 19 February 2015, this Fund will be renamed Schroder GAIA KKR Credit)

Investment Objective

The Fund aims to provide capital growth.

Investment Policy

The Fund will seek long and short exposure in credit markets using debt instruments, other fixed and floating rate securities, as well as cash, deposits, money market instruments, convertibles (including contingent convertible bonds) and Investment Funds investing in such instruments. The full spectrum of available securities, including non-investment grade, may be used, and all investments can be made directly or indirectly through financial derivative instruments. It will focus on Europe, although it has the flexibility to invest globally including emerging markets.

Financial derivative instruments will be actively used for hedging and investment purposes, to gain exposure to credit markets and to manage interest rate and currency risks. These include OTC and/or exchange traded options, futures, contracts for difference, warrants, swaps (including total return swaps and credit default swap indices), forward contracts, credit linked notes and/or a combination of the above. 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 have synthetic short positions and may be net long or net short when long and short positions are combined.

The Fund may, at times for defensive purposes, hold 100% in cash, deposits and money market instruments.

The Fund will not invest more than 10% into open ended Investment Funds.

The Fund may be capacity constrained and therefore the Fund or some of its Share Classes may be closed to new subscriptions or switches in, as described in section 2.3.

Global Risk Exposure

The Fund employs the absolute Value-at-Risk (VaR) approach to measure its market risk.

Expected level of leverage

400% of the total net assets.

The level of leverage may be higher when interest rates are expected to change or when credit spreads are expected to widen or tighten.

Fund Characteristics

Fund Currency	EUR
Investment Manager	Avoca Capital Management LLP (as of 24 September 2014, the Investment Manager was renamed as KKR Credit Advisors (UK) LLP)
Dealing Cut-off Time ¹	13.00 Luxembourg time three Business Days preceding a Dealing Day
Dealing Frequency / Dealing Day	Weekly, on each Wednesday or the next Business Day if a Wednesday is not a Business Day ¹ and on the last Business Day in a month
Calculation Day	Each Business Day. The Net Asset Value per Share is calculated for the previous Business Day.

¹ Instructions accepted by the Management Company after the Dealing Cut-off Time for a Dealing Day will normally be executed on the next following Dealing Day, unless waived by the Management Company and provided that Shareholders are treated equally.

Availability of Net Asset Value per Share	The Net Asset Value per Share will be available on each Calculation Day. Shareholders' attention is drawn to the fact that subscription, redemption and switch orders will only be handled on the basis of the Net Asset Value per Share calculated for Dealing Days. The Net Asset Value per Share calculated for non-Dealing Days is made available for reporting and fee purposes only.
Settlement Period of Subscription and Redemption Proceeds ²	Within 3 Business Days from the relevant Dealing Day
Specific Risk Considerations ³	<p>The use of financial derivative instruments for investment purposes may increase the Share price volatility, which may result in higher losses for the Investor.</p> <p>Long and short exposure gained through index and bond total return swaps may increase the exposure to credit-related risks.</p> <p>A contingent convertible bond is a debt instrument which may be converted into the issuer's equity or be partly or wholly written off if a predefined trigger event occurs. The terms of the bond will set out specific trigger events and conversion rates. Trigger events may be outside of the issuer's control. A common trigger event is the decrease in the issuer's capital ratio below a given threshold. Conversion may cause the value of the investment to fall significantly and irreversibly, and in some cases even to zero.</p> <p>Coupon payments on certain contingent convertible bonds may be entirely discretionary and may be cancelled by the issuer at any point, for any reason, and for any length of time.</p> <p>Contrary to typical capital hierarchy, contingent convertible bond investors may suffer a loss of capital before equity holders.</p> <p>Most contingent convertible bonds are issued as perpetual instruments which are callable at pre-determined dates. Perpetual contingent convertible bonds may not be called on the pre-defined call date and investors may not receive return of principal on the call date or at any date.</p> <p>There are no widely accepted standards for valuing contingent convertible bonds. The price at which bonds are sold may therefore be higher or lower than the price at which they were valued immediately before their sale.</p> <p>In certain circumstances finding a ready buyer for contingent convertible bonds may be difficult and the seller may have to accept a significant discount to the expected value of the bond in order to sell it.</p>
Profile of the Typical Investor	The Fund may be suitable for Investors who are more concerned with maximising long term returns than minimising possible short term losses.
Performance Fee	15% (the multiplier) of the absolute outperformance over a High Water Mark, as per the methodology in section 3.2(B).

Share Class Features

Share Classes	A	C	E	G ⁴	I
Minimum Initial Subscription	EUR 10,000	EUR 500,000	EUR 500,000	EUR 500,000	EUR 5,000,000
Minimum Additional Subscription	EUR 5,000	EUR 250,000	EUR 250,000	EUR 250,000	EUR 2,500,000
Minimum Holding	EUR 10,000	EUR 500,000	EUR 500,000	EUR 500,000	EUR 5,000,000

² Different subscription and redemption procedures may apply if applications are made through Distributors.

³ For full details of the risks applicable to investing in this Fund, please refer to Appendix II, "Risks of Investment".

⁴ This Share Class is not available through Schroders' global network of distributors. For any questions in this regard, please enquire with the Management Company.

Share Classes	A	C	E	G ⁵	I
Initial Charge ⁶	Up to 3%	Up to 1%	Up to 1%	Up to 1%	None
Investment Management Fee ⁷	2.00%	1.25%	1.00%	1.25%	None
Distribution Fee ⁷	None	None	None	None	None
Performance Fee	Yes	Yes	Yes	Yes	None

⁵ This Share Class is not available through Schroders' global network of distributors. For any questions in this regard, please enquire with the Management Company.

⁶ Percentages are stated with reference to the total subscription amount, which represents for A Shares 3.09% and C, E and G Shares 1.01% of the Net Asset Value per Share.

⁷ Percentages are stated with reference to the Net Asset Value of the Fund or the Net Asset Value per Share, as may be appropriate.