

Your reference
Our reference
Date

May 8, 2023

Changes to Schroder International Selection Fund (the “Schroder”)

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.

We accept full responsibility for the accuracy of the content of this document. Any terms not defined in this letter shall have the same meaning as in the prospectus of the Schroder.

Dear valued customer,

We are writing to let you know about the changes to the Schroder and the Underlying Funds (as defined below). You have invested in at least one of the investment choices corresponding to the Underlying Funds, which are listed in the “Which investment choices are affected?” table below under the column “Name and code of the investment choice”.

Which investment choices are affected?

Name and code of the investment choice (Individually, the “Investment Choice”; Collectively, the “Investment Choices”)	Name and code of the underlying fund (Individually, the “Underlying Fund”; collectively, the “Underlying Funds”)	Applicable scheme (the “Schemes”)
Schroder International Selection Fund - BIC (Brazil, India, China) (Code: JJUSD)	Schroder International Selection Fund - BIC (Brazil, India, China)	<ul style="list-style-type: none"> • International Wealth Account • IWA • Pacific
Schroder International Selection Fund - EURO Equity (Code: YKEUR)	Schroder International Selection Fund - EURO Equity	
Schroder International Selection Fund - Global Climate Change Equity (Code: BKUSD)	Schroder International Selection Fund - Global Climate Change Equity	
Schroder International Selection Fund - Global Corporate Bond (Code: FTUSD)	Schroder International Selection Fund - Global Corporate Bond	
Schroder International Selection Fund - Global Inflation Linked Bond EUR (Code: BMEUR)	Schroder International Selection Fund - Global Inflation Linked Bond	
Schroder International Selection Fund - Global Inflation Linked Bond USD (Code: GBUSD)		
Schroder International Selection Fund - US Dollar Bond (Code: PKUSD)	Schroder International Selection Fund - US Dollar Bond	

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Zurich International Life Limited provides life assurance, investment and protection products and is authorized by the Isle of Man Financial Services Authority.

Registered in the Isle of Man number 20126C.

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ZI Schroder ISF Asian Bond Total Return Fund (Code: CBUSD)	Schroder International Selection Fund - Asian Bond Total Return	<ul style="list-style-type: none"> • Elite International Bond • Futura II • Futura III • SUPRA Savings and Investment Plan • Vista • Vista Retirement Scheme
ZI Schroder ISF BIC Fund (Code: CCUSD)	Schroder International Selection Fund - BIC (Brazil, India, China)	
ZI Schroder ISF Global Climate Change Equity fund (Code: CLUSD)	Schroder International Selection Fund - Global Climate Change Equity	
ZI Schroder ISF Global Inflation Linked Bond EUR Fund (Code: BLEUR)	Schroder International Selection Fund – Global Inflation Linked Bond	
ZI Schroder ISF Global Inflation Linked Bond USD Fund (Code: GAUSD)		
ZI Schroder (SISF) US Smaller Cos Impact (Code: CAUSD)	Schroder International Selection Fund - US Smaller Companies Impact	

What is happening?

The board of directors of Schroder has notified us of the following changes or updates to the Hong Kong offering documents of the Schroder and the Underlying Funds, comprising the Prospectus and Hong Kong Covering Document of the Schroder and the Product Key Facts Statements of the Underlying Funds (“**Hong Kong Offering Documents**”).

I. Change of sustainability benchmark of Schroder International Selection Fund - Global Climate Change Equity

The sustainability benchmark of Schroder International Selection Fund - Global Climate Change Equity has changed from “MSCI World (Net TR) index” to “MSCI All Country World (Net TR) index” to align with the comparator benchmark, so that the Underlying Fund maintains a higher overall level of avoided emissions than MSCI All Country World (Net TR) index, based on the Investment Manager’s rating system.

II. Change of investment policy of Schroder International Selection Fund - Asian Bond Total Return

The investment policy of Schroder International Selection Fund - Asian Bond Total Return has been updated to provide that the gross exposure of total return swaps of the Underlying Fund will not exceed 20% (previously, 60%) and the expected range has been reduced from “0-30%” to “0-5%” of the Underlying Fund’s Net Asset Value. It has also been clarified to provide that total return swaps are aimed to be used on a temporary basis in market conditions including but not limited to periods of slow economic growth and falling interest rates, and where the Investment Manager’s view is that sovereign spread premiums will compress. For the avoidance of doubt, there is no change to the existing practice (including the net derivative exposure) of the Underlying Fund.

III. Enhancement/ clarification to the investment policy of the Underlying Funds

1. Schroder International Selection Fund - Asian Bond Total Return – Clarification of investment policy

The investment policy of the Underlying Fund has been clarified to provide that the Underlying Fund may invest in mainland China through CIBM via CIBM Direct in addition to Bond Connect. For the avoidance of doubt, there is no change to the existing onshore China exposure of the Underlying Fund.

2. Schroder International Selection Fund - Asian Bond Total Return, Schroder International Selection Fund - Global Corporate Bond, Schroder International Selection Fund - Global Inflation Linked Bond and Schroder International Selection Fund - US Dollar Bond – Enhancement of investment policy in respect of insurance-linked securities (“ILS”) and/or ILS-related products

The investment policy of each of the Underlying Funds has been enhanced to provide that each of the Underlying Funds may invest up to 10% of its respective Net Asset Value in ILS, such as catastrophe bonds, issued outside Hong Kong and/or any ILS-related products, such as derivatives or structured products whose returns are linked

to the performance of any ILS and collective investment schemes whose investment objective or principal investment strategy is investing in ILS. For the avoidance of doubt, the Underlying Funds will not invest in ILS issued in Hong Kong and their repackaged products and derivatives.

3. Schroder International Selection Fund - Global Corporate Bond and Schroder International Selection Fund - US Dollar Bond – Update to the name of the relevant benchmarks

The target benchmark of each of the Underlying Funds has been updated to remove “Barclays” from “Bloomberg Barclays” from the name of the benchmark to reflect the rebranding of the benchmark providers. For the avoidance of doubt, there is no change to the actual benchmark of each of the Underlying Funds.

4. Schroder International Selection Fund - Global Inflation Linked Bond – Clarification of investment policy

The investment policy of the Underlying Fund has been clarified by removing the disclosures related to the use of total return swaps. For the avoidance of doubt, there is no change to the existing practice (including the net derivative exposure) of the Underlying Fund.

5. Schroder International Selection Fund - Asian Bond Total Return – Update to the investment policy in respect of investment in debt instruments issued by financial institutions with loss-absorption features (“LAPs”)

The investment policy of the Underlying Fund has been updated to provide that the Underlying Fund may invest in LAPs (e.g. contingent convertible bonds, Additional Tier 1, Tier 1 and Tier 2 capital notes, senior non-preferred notes, senior and subordinated bonds issued by holding companies of a financial institution), subject to the relevant maximum exposure as disclosed in the Hong Kong Offering Documents. For the avoidance of doubt, there is no change to the existing maximum exposure of the Underlying Fund to LAPs.

IV. Miscellaneous updates/changes

Additional changes have also been made to the Hong Kong Offering Documents, including the following:

- (a) enhancement of disclosures relating to (i) SFDR pre-contractual disclosures for each Underlying Fund that has environmental and/or social characteristics (within the meaning of Article 8 SFDR) or has the objective of sustainable investment (within the meaning of Article 9 SFDR) information about such characteristics or objective; (ii) consideration of principal adverse impacts under SFDR and (iii) Taxonomy;
- (b) enhancement of disclosures to provide that where an Underlying Fund states that it invests at least a specific percentage of its assets (i) in sustainable investments as defined under SFDR; or (ii) to attain the environmental or social characteristics promoted by the Underlying Fund, the percentage may be breached on a temporary basis in exceptional circumstances, for example, the Investment Manager may adjust the Underlying Fund's exposure in response to adverse market and/or economic conditions and/or expected volatility, when in the Investment Manager's view to do so would be in the best interests of the Underlying Fund and its investors;
- (c) clarification of dealing arrangement/procedures for subscription, redemption, suspensions, and deferrals to reflect existing practice;
- (d) enhancement of disclosures on general meeting procedures;
- (e) clarification of the arrangement for handling liquidation proceeds, i.e. amounts not claimed from escrow within the period fixed by Luxembourg law (thirty years) will become the property of the state of the Grand Duchy of Luxembourg;
- (f) clarification of the basis of valuation is either a reliable market value of the instrument, or, if such value is not available, pricing model using an adequately-recognised methodology;
- (g) enhancement of disclosures to clarify that the investment management fees (referred to as an Annual Management Charge) are calculated and accrued on each Dealing Day by reference to the Net Asset Value of the Underlying Fund, or the Net Asset Value per Share as may be appropriate and paid monthly in arrears;

- (h) enhancement of disclosures on investment restrictions to provide that each Underlying Fund will not invest more than 20% of its net assets in cash and deposits at sight (such as cash held in current accounts) for ancillary liquidity purposes in normal market conditions. Under exceptional unfavourable market conditions (such as the September 11 attacks or the bankruptcy of Lehman Brothers in 2008) and on a temporary basis, this limit may be breached, if justified in the interest of the Investors. For clarification, disclosures in the Hong Kong Offering Documents have been enhanced to provide that under exceptional circumstances (e.g. market crash or major crisis), the Underlying Funds may be invested temporarily up to 100% of their respective Net Asset Value in liquid assets such as bank deposits, certificates of deposit, commercial paper and treasury bills for cash flow management;
- (i) clarification of investment restrictions regarding the relevant limit for investments in shares and/or bonds issued by the same body when the aim of an Underlying Fund's investment policy is to replicate the composition of a certain stock or bond index which is recognized by the CSSF;
- (j) clarification of disclosures on sustainability scores and enhancement of disclosures on Investment Manager's proprietary sustainability tools;
- (k) clarification of investment limits to provide that an Underlying Fund will not hold more than 5% of its assets in transferable securities traded on the China Interbank Bond Market ("**CIBM**") (including via Bond Connect) or any other Chinese Regulated Market or in China A-Shares through Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect and shares listed on the Science and Technology Innovation Board ("**STAR Board**") of the Shanghai Stock Exchange and the ChiNext Market of the Shenzhen Stock Exchange ("**ChiNext**") unless disclosed in its investment objective and investment policy;
- (l) update to investment exclusion disclosures and to provide that further information related to the sustainability investment limits and exclusion list of Underlying Funds that are authorised as ESG Funds in Hong Kong will be accessible via <https://www.schroders.com/en/lu/private-investor/gfc>¹;
- (m) enhancement of risk disclosures (e.g. credit risk) and addition of risk factors (e.g. risks associated with the small and medium enterprise board, the STAR Board and/or ChiNext market);
- (n) update of the profile of the directors of the Management Company; and
- (o) other clarifications, miscellaneous updates, changes and editorial amendments.

Save as disclosed above, the Schroder confirms that in relation to the amendments or changes set out above:

- there are no changes to how the Underlying Funds are managed;
- the investment style, investment philosophy and risk profile of the Underlying Funds remain the same; and
- the fees chargeable in respect of the Underlying Funds as stated in the Hong Kong Offering Documents remain the same.

What does this mean to you?

If you wish to continue to invest in the Investment Choice(s) after considering the changes outlined above, you will not need to take any action. However, if you do not wish to maintain your investment in the Investment Choice(s), you may switch your existing holdings or redirect your future contribution allocations to alternative investment choice(s) by submitting an instruction to us, free of charge.

We recommend that you contact your licensed insurance intermediary in the first instance, who will be able to advise you of the alternative investment choice(s). For information on the fees and charges and the respective risk factors of our range of investment choices, please refer to the product brochure of the respective Schemes and the offering documents of the underlying funds made available by us upon request.

¹ This website has not been reviewed by the SFC.



If you have any questions about this letter or your investment in the investment choice(s), please contact your licensed insurance intermediary, or you can call our customer care hotline at +852 3405 7150 or email us at helppoint.hk@hk.zurich.com and we will be happy to help.

Yours faithfully,

Zurich International Life Limited
(a company incorporated in the Isle of Man with limited liability)

Note: Please note investments involve risks. The value of any investment and the income from it can fall as a result of market and currency fluctuations and you could get back less than the amount originally invested.

有關施羅德環球基金系列（「施羅德」）之變更

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蘇黎世國際人壽保險有限公司是人島
 Financial Services Authority所認可，
 提供人壽保險、投資及保障產品。

於人島的註冊號碼為20126C。

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此乃重要函件，務請閣下即時垂注。閣下如對本函件的內容有任何疑問，請尋求專業意見。

我們就此函件所轉載資料的準確性承擔全部責任。除非另有訂明，否則本函件所載詞彙應與施羅德的發行章程所載者具有相同涵義。

親愛的客戶：

我們謹此致函通知閣下有關於施羅德及該等相關基金（定義見下文）的變更。閣下已投資於該等相關基金相應的至少一個投資選擇，其列於下表「受影響的投資選擇」中「投資選擇的名稱及代碼」一欄。

受影響的投資選擇

投資選擇的名稱及代碼（各稱為「該投資選擇」，統稱為「該等投資選擇」）	相關基金的名稱及代碼（各稱為「該相關基金」，統稱為「該等相關基金」）	適用計劃（「計劃」）
施羅德環球基金系列 - 新興三國股票（巴西、印度及中國）（代碼：JJUSD）	施羅德環球基金系列 - 新興三國股票（巴西、印度及中國）	<ul style="list-style-type: none"> 國際創富計劃 景緻人生 翱翔人生
施羅德環球基金系列 - 歐元股票（代碼：YKEUR）	施羅德環球基金系列 - 歐元股票	
施羅德環球基金系列 - 環球氣候變化策略（代碼：BKUSD）	施羅德環球基金系列 - 環球氣候變化策略	
施羅德環球基金系列 - 環球企業債券（代碼：FTUSD）	施羅德環球基金系列 - 環球企業債券	
施羅德環球基金系列 - 環球通脹連繫債券（歐元）（代碼：BMEUR）	施羅德環球基金系列 - 環球通貨膨脹連繫債券	
施羅德環球基金系列 - 環球通脹連繫債券（美元）（代碼：GBUSD）		
施羅德環球基金系列 - 美元債券（代碼：PKUSD）	施羅德環球基金系列 - 美元債券	<ul style="list-style-type: none"> 卓越精英國際投資計劃 「樂安閑」計劃 「樂安閑」III 至尊國際儲蓄投資 豐盛人生 豐盛人生退休計劃
蘇黎世國際施羅德亞洲債券基金（代碼：CBUSD）	施羅德環球基金系列 - 亞洲債券	
蘇黎世國際施羅德新興三國股票基金（代碼：CCUSD）	施羅德環球基金系列 - 新興三國股票（巴西、印度及中國）	
蘇黎世國際施羅德環球氣候變化策略基金（代碼：CLUSD）	施羅德環球基金系列 - 環球氣候變化策略	
蘇黎世國際施羅德環球通脹連繫債券歐元基金（代碼：BLEUR）	施羅德環球基金系列 - 環球通貨膨脹連繫債券	
蘇黎世國際施羅德環球通脹連繫債券美元基金（代碼：GAUSD）		
蘇黎世國際施羅德美國小型公司影響力（代碼：CAUSD）	施羅德環球基金系列 - 美國小型公司影響力	

修訂事項

施羅德的董事會已通知我們以下對施羅德和該等相關基金的香港發售文件（包括施羅德的發行章程和香港說明文件及該等相關基金的產品資料概要（「香港發售文件」））作出的更改或更新。

I. 更改施羅德環球基金系列 - 環球氣候變化策略的可持續基準

施羅德環球基金系列 - 環球氣候變化策略的可持續基準已由「MSCI World (Net TR) index」更改為「MSCI All Country World (Net TR) index」，以與比較基準符合一致，該相關基金從而可根據投資經理的評級系統，將總體減排量水平維持高於MSCI All Country World (Net TR) index。

II. 更改施羅德環球基金系列 - 亞洲債券的投資政策

施羅德環球基金系列 - 亞洲債券投資政策已作出更新，以規定該相關基金對總回報掉期的總投資將不超過該相關基金資產淨值的20%（過往為60%），以及預期範圍已由該相關基金資產淨值的「0-30%」縮減至「0%-5%」。同時亦已作出澄清，規定目標是在包括但不限於經濟增長放緩及利率下跌期間，以及投資經理認為主權利差溢價將壓縮的情況等市況下暫時利用總回報掉期。為免生疑問，該相關基金現有慣例（包括衍生工具風險承擔淨額）並無變更。

III. 該等相關基金的投資政策的加強披露 / 澄清

1. 施羅德環球基金系列 - 亞洲債券 - 澄清投資政策

該相關基金的投資政策已作出澄清，以規定該相關基金除通過債券通外，亦可通過中國銀行間債券市場直接投資模式投資中國銀行間債券市場投資於中國內地。為免生疑問，該相關基金對現有中國境內的投資參與並無變更。

2. 施羅德環球基金系列 - 亞洲債券、施羅德環球基金系列 - 環球企業債券、施羅德環球基金系列 - 環球通貨膨脹連繫債券和施羅德環球基金系列 - 美元債券 - 加強有關保險相連證券（「ILS」）及 / 或任何ILS相關產品的投資政策的披露

各該相關基金的投資政策已作出加強披露，以規定各該相關基金可將其各自的資產淨值最多10%投資於在香港以外地區發行的ILS（例如災難債券）及 / 或任何ILS相關產品（例如其收益與任何ILS表現掛鈎的衍生工具或結構性產品及其投資目標或主要投資策略是投資於ILS的集體投資計劃）。為免生疑問，該等相關基金不會投資於在香港發行的ILS及其重新包裝的產品及衍生工具。

3. 施羅德環球基金系列 - 環球企業債券和施羅德環球基金系列 - 美元債券 - 更新相關基準的名稱

各該相關基金的目標基準已作出更新，以在基準的名稱中從「Bloomberg Barclays」移除「Barclays」，以反映基準提供高的品牌重塑。為免生疑問，各該相關基金的實際基準並無變更。

4. 施羅德環球基金系列 - 環球通貨膨脹連繫債券 - 澄清投資政策

該相關基金的投資政策已透過移除有關利用總回報掉期的披露而作出澄清。為免生疑問，該相關基金的現有慣例（包括衍生工具風險承擔淨額）並無變更。

5. 施羅德環球基金系列 - 亞洲債券 - 更新有關投資於由金融機構發行且具虧損吸收特性的債務工具（「具虧損吸收特性的債務工具」）的投資政策

該相關基金的投資政策已作出更新，以規定該相關基金可投資於具虧損吸收特性的債務工具（例如：由金融機構的控股公司發行的或有可轉換債券、額外一級、一級及二級資本票據、高級非優先票據、高級及後償債券），並須受限於香港發售文件所披露的最高投資限制。為免生疑問，該相關基金對具虧損吸收特性的債務現有最高投資參與並無變更。

IV. 雜項更新 / 更改

香港發售文件亦已作出額外更改，包括以下各項：

- (a) 加強有關(i)擁有環境及 / 或社會特色 (具SFDR第8條的涵義) 或擁有可持續投資目標 (具SFDR第9條的涵義) 的每隻該相關基金的該等特色或目標資料的SFDR合約前披露 ; (ii)對SFDR項下的主要不利影響的考慮及 (iii)分類規例的披露 ;
- (b) 加強披露 , 以規定當該相關基金表示至少將其資產某特定百分比投資於(i)根據SFDR界定的可持續投資 ; 或(ii)實現該相關基金推廣的環境或社會特色 , 該百分比在特殊情況下可能會被暫時違反 , 例如當投資經理認為符合該相關基金及其投資者的最佳利益 , 可以將該相關基金之投資調整 , 以應付不利的市況及 / 或經濟狀況及 / 或預期波動 ;
- (c) 澄清交易安排 / 認購、贖回、暫停及順延的程序 , 以反映現有慣例 ;
- (d) 加強有關股東大會程序的披露 ;
- (e) 澄清處理清盤收益的安排 , 即在盧森堡法律規定期限 (三十年) 內尚未領取的保管款項將成為盧森堡大公國的財產 ;
- (f) 澄清估值基礎是工具可信的市場價值 , 或如未能提供該價值 , 則是使用具足夠認可方法決定的定價模式 ;
- (g) 加強披露 , 以澄清投資管理費 (稱為年度管理費) 乃參照該相關基金的資產淨值或每股資產淨值 (取適用戶者) 於每個交易日累算並按月繳付 ;
- (h) 加強投資限制的披露 , 以規定在正常市況下 , 各該相關基金不會為輔助性流動目的將其超過20%的淨資產投資於現金及即期存款 (例如往來賬戶中持有的現金) 。在特殊且不利的市況下 (例如九一一襲擊事件或2008年雷曼兄弟的破產事件) , 如出於投資者利益理由 , 此限制可暫時被違反。為澄清起見 , 香港發售文件已作出加強披露 , 以規定在特殊情況下 (例如 : 股災或重大危機) , 該等相關基金可暫時將其各自最多100%的資產淨值投資於諸如銀行存款、存款證、商業票據及國庫券等流動資產作現金流管理 ;
- (i) 澄清若該相關基金的投資政策之目的是複製若干獲CSSF認可的股票或債券指數的組成成份 , 有關投資於同一組織發行的股票及 / 或債券的相關限額之投資限制 ;
- (j) 澄清可持續評分的披露並加強投資經理專屬可持續工具的披露 ;
- (k) 澄清投資限額 , 以規定該相關基金將不會於中國銀行間債券市場 (「中國銀行間債券市場」) (包括透過債券通) 或任何其他中國受監管市場上交易的可轉讓證券或透過滬港通及深港通於中國A股及於上海證券交易所科創板 (「科創板」) 及深圳證券交易所創業板 (「創業板」) 上市的股份持有超過5%資產 , 除非在其「投資目標」及「投資政策」有所披露 ;
- (l) 更新投資排除披露 , 並規定有關可持續投資限制及於香港獲認可為ESG基金的該等相關基金排除名單的進一步資料可透過網站<https://www.schroders.com/en/lu/private-investor/gfc>¹閱覽 ;
- (m) 加強風險披露 (例如 : 信貸風險) 及新增風險因素 (例如 : 中小企業板、科創板及 / 或創業板市場的相關風險) ;
- (n) 更新管理公司的董事簡介 ; 及
- (o) 其他澄清、雜項更新、更改及編輯修訂。

除上文所披露外 , 施羅德確認 , 就上文所載的修訂或更改而言 :

- 該等相關基金的管理方式並無變更 ;
- 該等相關基金的投資風格、投資理念及風險概況均維持不變 ; 及
- 香港銷售文件內所述有關該等相關基金的費用維持不變。

對閣下產生的影響

¹此網站未經證監會審閱。

如閣下在考慮上述變更後仍繼續投資於該等投資選擇，則無需就此修訂作出任何行動。倘若閣下不欲繼續投資於該等投資選擇，可向本公司遞交轉換現有投資或重新指定未來供款分配至其他投資選擇的指示，費用全免。

我們建議閣下首先諮詢閣下的持牌保險中介人，以取得其他投資選擇的建議。有關本公司投資選擇（包括費用及收費，以及其相關風險因素）的詳情，請參閱相關計劃的產品介紹冊及相關基金的銷售文件，本公司會應要求提供上述銷售文件。

如閣下對本函件或投資選擇中的投資有任何疑問，請聯絡閣下的持牌保險中介人。閣下亦可致電+852 3405 7150或電郵至helppoint.hk@hk.zurich.com聯絡客戶服務部，我們將樂意為閣下效勞。

蘇黎世國際人壽保險有限公司
（於人島註冊成立之有限公司）
2023年5月8日

註：投資涉及風險，閣下的投資價值及收益可因市場及貨幣波動而下跌，有可能導致閣下不能取回所有投資款項。