

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

# US Smaller Companies Impact

a sub-fund of Schroder International Selection Fund SICAV

Class C Accumulation USD (LU0106262180)

This fund is managed by Schroder Investment Management (Europe) S.A., which is a member of the Schroders Group.

## Objectives and investment policy

### Objectives

The fund aims to provide capital growth in excess of the Russell 2000 Lagged (Net TR) index after fees have been deducted over a three to five year period by investing in equities of small-sized US companies whose activities the investment manager considers create positive social or environmental impact and which the investment manager deems to be sustainable investments.

### Investment policy

The fund is actively managed and invests its assets in (i) sustainable investments, which are investments that the investment manager expects to contribute towards the advancement of an environmental or social objective linked to one or more of the United Nations Sustainable Development Goals (UN SDGs), and to deliver returns to shareholders over the long term, and (ii) investments that the investment manager deems to be neutral under its sustainability criteria, such as cash, money market investments and derivatives used with the aim of reducing risk (hedging) or managing the fund more efficiently.

The investment manager will select companies from a universe of eligible companies that have been determined as meeting the investment manager's impact criteria. The impact criteria include an assessment of the company's contribution to the UN SDGs alongside the investment manager's assessment of the company's impact via its proprietary impact investment management framework and tools (including an impact scorecard).

The fund is part of Schroders' Impact Driven strategies. As such, it applies highly selective investment criteria and its investment process is aligned with the Operating Principles for Impact Management which means that an assessment of impact is embedded in the steps of the investment process. All sustainable investments in the fund are subject to this framework.

The fund does not directly invest in certain activities, industries or groups of issuers above the limits listed under "Sustainability-Related Disclosure" on the fund's webpage,

<https://www.schroders.com/en/lu/private-investor/gfc>

The fund invests in companies that do not cause significant environmental or social harm and have good governance practices, as determined by the

investment manager's rating criteria.

The investment manager may also engage with companies held by the fund to seek to improve sustainability practices and enhance social and environmental impacts generated by underlying investee companies. More details on the investment manager's approach to sustainability and its engagement with companies are available on the webpage

<https://www.schroders.com/en-lu/individual/what-we-do/sustainable-investing/our-sustainable-investment-policies-disclosures-voting-reports/disclosures-and-statements/>.

The fund invests at least two-thirds of its assets in a concentrated range of equities of small-sized US companies. These are companies which, at the time of purchase, are considered to be in the bottom 30% by market capitalisation of the US equities market. The fund typically holds fewer than 40-60 companies.

The fund may also invest up to one-third of its assets directly or indirectly in other securities (including other asset classes), countries, regions, industries or currencies, investment funds, warrants and money market investments, and hold cash (subject to the restrictions provided in the prospectus).

The fund may use derivatives with aim of achieving investment gains, reducing risk or managing the fund more efficiently.

### Benchmark

The fund's performance should be assessed against its target benchmark being to exceed the Russell 2000 Lagged (Net TR) index and compared against the Morningstar US Small-Cap Equity Category. The fund's investment universe is expected to overlap materially with the components of the target benchmark. The benchmark(s) does/do not take into account the environmental and social characteristics or sustainable objective (as relevant) of the fund. Please see appendix III of the fund's prospectus for further details.

### Dealing frequency

You may redeem your investment upon demand. This fund deals daily.

### Distribution policy

This share class accumulates income received from the fund's investments, meaning it is kept in the fund and its value is reflected in the price of the share class.

## Risk and reward profile

### Lower risk

Potentially lower reward

### Higher risk

Potentially higher reward



### The risk and reward indicator

The risk category was calculated using historical performance data and may not be a reliable indicator of the fund's future risk profile.

The fund's risk category is not guaranteed to remain fixed and may change over time.

A fund in the lowest category does not mean a risk-free investment.

The fund is in this category because it can take higher risks in search of higher rewards and its price may rise and fall accordingly.

### Risk factors

**Smaller companies risk:** Smaller companies generally carry greater liquidity risk than larger companies, meaning they are harder to buy and sell, and they may also fluctuate in value to a greater extent.

**Concentration risk:** The fund may be concentrated in a limited number of geographical regions, industry sectors, markets and/or individual positions. This may result in large changes in the value of the fund, both up or down.

**Currency risk:** The fund may lose value as a result of movements in foreign

exchange rates, otherwise known as currency rates.

**Derivatives risk:** In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares, meaning investors may not be able to have immediate access to their holdings.

**Performance risk:** Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.

**Liquidity risk:** In difficult market conditions, the fund may not be able to sell a security for full value or at all. This could affect performance and could cause the fund to defer or suspend redemptions of its shares, meaning investors may not be able to have immediate access to their holdings.

**Smaller companies risk:** Smaller companies generally carry greater liquidity risk than larger companies, meaning they are harder to buy and sell, and they may also fluctuate in value to a greater extent.

**Operational risk:** Operational processes, including those related to the safekeeping of assets, may fail. This may result in losses to the fund.

**Performance risk:** Investment objectives express an intended result but there is no guarantee that such a result will be achieved. Depending on market conditions and the macro economic environment, investment objectives may become more difficult to achieve.

# Charges

## One-off charges taken before or after you invest

**Entry charge** 1.00%

**Exit charge** None

This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.

## Charges taken from the fund over a year

**Ongoing charges** 1.13%

## Charges taken from the fund under certain specific conditions

### Performance fee

None

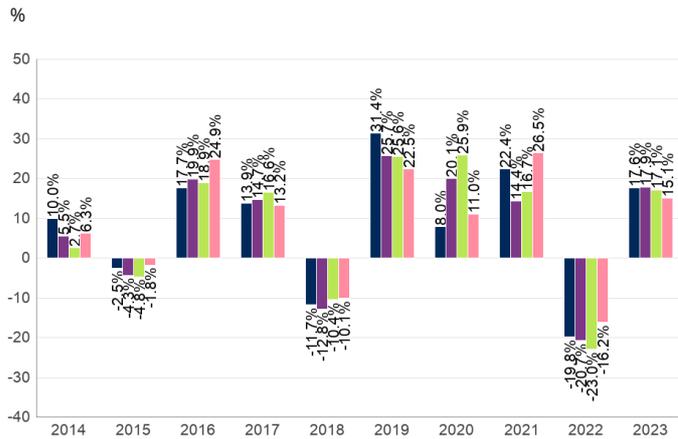
The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

The entry and exit charges shown are maximum figures and in some cases you might pay less. You can find out the actual entry and exit charges from your financial advisor.

The ongoing charges figure is based on the last year's expenses for the year ending December 2023 and may vary from year to year.

You can find more information about the charges in Section 3 of the fund's prospectus.

# Past performance



Past performance is not a guide to future performance and may not be repeated. The value of investments may go down as well as up and you may not get back the amount you originally invested.

The chart shows performance in US dollar after the ongoing charges and the portfolio transaction costs have been paid. Entry charges are excluded from calculations of past performance.

The fund was launched on 20/07/1989.

The shareclass was launched on 17/01/2000.

Performance figures are only available since the launch of the respective share class.

Please note that the fund's objective, investment policy and benchmarks changed to the following:

- From 20 July 1989 to 1 August 2021 (Target benchmark: Russell 2000 Lagged (Net TR) index. Comparator benchmark: Morningstar US Small-Cap Equity Category).

From 1 August 2021 to XX 2024 (Target benchmark: Russell 2000 Lagged (Net TR) index. Comparator benchmarks: Morningstar US Small-Cap Equity Category and the S&P Small Cap 600 Lagged (net TR) index). From XX 2024 going forward, this table will show past performance based on the benchmarks (Target benchmark: Russell 2000 Lagged (Net TR) index. Comparator benchmarks: Morningstar US Small-Cap Equity Category).

- C Accumulation USD (LU0106262180)
- Russell 2000 Lagged (Net TR) index
- Morningstar US Small-Cap Equity Category
- S&P Small Cap 600 Lagged (net TR) Index

# Practical information

**Depositary:** J.P. Morgan SE.

**Further information:** You can get further information about this fund, including the prospectus, latest annual report, any subsequent half-yearly report and the latest price of shares from the fund's management company at 5, rue Höhenhof, L-1736 Senningerberg, Luxembourg, and from [www.schroders.lu/kiids](http://www.schroders.lu/kiids). They are available free of charge in English, Flemish, French, German, Italian and Spanish.

**Tax legislation:** The fund is subject to Luxembourg tax legislation which may have an impact on your personal tax position.

**Liability:** Schroder Investment Management (Europe) S.A. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the fund's prospectus.

**Umbrella fund:** This fund is a compartment of an umbrella fund, the name of which is at the top of this document. The prospectus and periodic reports are

prepared for the entire umbrella fund. To protect investors, the assets and liabilities of each compartment are segregated by law from those of other compartments.

**Switches:** Subject to conditions, you may apply to switch your investment into another share class within this fund or in another Schroder fund. Please see the prospectus for more details.

**Remuneration policy:** A summary of Schroders' remuneration policy and related disclosures is at [www.schroders.com/remuneration-disclosures](http://www.schroders.com/remuneration-disclosures). A paper copy is available free of charge upon request.

The policy includes a description of how remuneration and benefits are calculated & the identities of persons responsible for awarding the remuneration and benefits.

**Glossary:** You can find an explanation of some of the terms used in this document at [www.schroders.lu/kiid/glossary](http://www.schroders.lu/kiid/glossary)

**Distribution costs:** The level of distribution costs in certain jurisdictions may impact the ability of the investment manager to meet the fund's investment objective across all share classes after fees have been deducted.