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www.schroders.com.sg

25 February 2011

Dear Unitholder,

**SCHRODER INTERNATIONAL CHOICE PORTFOLIO
SCHRODER STRATEGIC BOND FUND (THE "FUND")
CLARIFICATION OF INVESTMENT OBJECTIVE**

We are writing to you as the manager of the Fund.

The Fund invests substantially into the Schroder International Selection Fund Strategic Bond (the "Underlying Fund" or "Schroder ISF Strategic Bond").

We would like to inform you that the board of directors of Schroder International Selection Fund (the "Company") has decided that with effect from 1 April 2011 (the "Effective Date"), the investment objective of Underlying Fund will be clarified.

The purpose of this clarification is to provide investors with additional information regarding the types of investments the Underlying Fund may make. There will be no difference in the composition of the Underlying Fund's portfolio, the investment restrictions that the Underlying Fund is currently subject to or to the way the Underlying Fund will be managed following this clarification.

As such, the clarified investment objective of the Fund will be as follows (the clarification is indicated in bold type):

" The Schroder Strategic Bond Fund is to provide capital growth by investing substantially into the Schroder ISF Strategic Bond, whose investment objective is to provide a total return primarily through investment in a portfolio of bonds and other fixed and floating rate securities denominated in various currencies issued by governments, government agencies, supra-national and corporate issuers worldwide. **Schroder ISF Strategic Bond also has the flexibility to implement active currency positions through currency forwards.** The full spectrum of available securities, including non-investment grade, may be utilised. ".

The prospectus and the trust deed of the Fund will be revised to reflect the aforesaid changes. After the Effective Date, a copy of the replacement prospectus may be obtained from our office at 65 Chulia Street, #46-00, OCBC Centre, Singapore 049513 or the branches of our appointed distributors.

This letter serves as a notice only and no action is required on your part. Should you have any queries on the above, please do not hesitate to contact our hotline at 1800 534 4288.

We thank you for your continual support.

Yours sincerely,

Albert Tse
Head of Retail Sales, South East Asia
For and on behalf of
Schroder Investment Management (Singapore) Ltd

This is a computer generated letter and requires no signature.