

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- It is important to read the Prospectus before deciding whether to purchase units in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

Schroder International Choice Portfolio - Schroder Emerging Markets Fund (the “Fund”)

Product Type	Unit Trust	Launch Date	06 April 2000
Manager	Schroder Investment Management (Singapore) Ltd	Custodian	The Hongkong and Shanghai Banking Corporation Limited
Managers of the Underlying Fund	Management Company: Schroder Investment Management (Europe) S.A. Investment Manager: Schroder Investment Management Limited	Trustee	HSBC Institutional Trust Services (Singapore) Limited
Capital Guaranteed	No	Dealing Frequency	Every Dealing Day
Name of Guarantor	Not Applicable	Expense Ratio for the year ended 31 December 2017	1.97%

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The Fund is only suitable for investors who:

- seek capital growth; and
- understand the risks of investing in emerging market equities.

Further Information
Refer to Clause 1 in Appendix 1 to the Prospectus for further information on product suitability.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

You are investing in a unit trust constituted in Singapore that aims to provide capital growth by investing primarily (i.e. approximately two-thirds of its assets) into the Schroder International Selection Fund Emerging Markets (the “**Underlying Fund**”), whose investment objective is to aim to provide capital growth by investing in equity and equity related securities of emerging markets companies.

The Underlying Fund is one of the sub-funds in the Schroder International Selection Fund (“**Schroder ISF**”), an open-ended investment company incorporated in Luxembourg.

Refer to “Important Information” section, Clauses 1 and 13 of and Clause 1 in Appendix 1 to the Prospectus for further information on features of the product.

Investment Strategy

The Underlying Fund invests at least two-thirds of its assets in equity and equity related securities of companies in emerging markets.

The Underlying Fund may use financial derivatives with the aim of achieving investment gains, reducing risk or managing the Underlying Fund more efficiently. The Underlying Fund may also invest in money market instruments and hold cash.

The NAV of the Underlying Fund (and accordingly that of the Fund) is likely to have high volatility due to its investment policies or portfolio management techniques.

Refer to Clause 1 in Appendix 1 to the Prospectus for further information on the investment strategy of the Fund.

¹ The Prospectus is available for collection from Schroder Investment Management (Singapore) Ltd or any of its appointed distributors during usual office hours.

Parties Involved

WHO ARE YOU INVESTING WITH?

- The Fund is a sub-fund of Schroder International Choice Portfolio.
- The Underlying Fund is a sub-fund of the Schroder ISF.
- The Manager is Schroder Investment Management (Singapore) Ltd.
- The Management Company of the Underlying Fund is Schroder Investment Management (Europe) S.A. and the Investment Manager of the Underlying Fund is Schroder Investment Management Limited.
- The Trustee is HSBC Institutional Trust Services (Singapore) Limited.
- The custodian is The Hongkong and Shanghai Banking Corporation Limited.
- The registrar is the Trustee.

Refer to Clauses 5, 6, 9, 10, 11 and 13 of the Prospectus for further information on the role and responsibilities of these entities.

KEY RISKS

WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

The value of the Fund and its distributions (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment:

Refer to Clauses 17 and 18 of the Prospectus for further information on risks of the product.

Market and Credit Risks

You are exposed to market risk.

- The value of investments by the Fund or the Underlying Fund may go up and down due to changing economic, political or market conditions, or due to an issuer's individual situation.

Refer to Clause 18(i) of the Prospectus for further information.

Liquidity Risks

There is no secondary market for the Fund. All redemption requests should be submitted to the Manager or its appointed agents.

Refer to Clause 18(iii) of the Prospectus for further information.

You are exposed to liquidity risk.

- In difficult market conditions, the Underlying Fund may not be able to sell a security for full value or at all. This could affect performance and could cause the Fund or the Underlying Fund to defer or suspend redemptions of its Units or shares respectively.

Product-Specific Risks

You are exposed to risks specific to China.

- Any significant change in mainland China's political, social or economic policies may have a negative impact on investments in the China market. Changes in mainland China's taxation legislation could affect the amount of income which may be derived, and the amount of capital returned, from the Fund or the Underlying Fund.

Refer to Clauses 18(ii), 18(v), 18(xi), 18(xii), 18(xiv), 18(xv), 18(xx), 18(xxii), 18(d) and 18(e) of and Section B of the Annex to the Prospectus for further information.

You are exposed to currency risk.

- The assets and liabilities of the Fund may be denominated in currencies other than the Fund's base currency and the Fund may be affected favourably or unfavourably by exchange control regulations or changes in the exchange rates between the base currency of the Fund and such other currencies. There is the prospect of additional loss (or the prospect of additional gain) to you greater than the usual risks of investment.

You are exposed to financial derivatives risk.

- **The Fund and the Underlying Fund may use financial derivatives.** The use of futures, options, warrants, forwards, swaps or swap options involves increased risk. The Fund's or Underlying Fund's ability to use such instruments successfully depends on the Manager's or Investment Manager's ability to accurately predict movements in stock prices, interest rates, currency exchange rates or other economic factors and the availability of liquid markets. If the Manager's or Investment Manager's predictions are wrong, or if the financial derivatives do not work as anticipated, the Fund or Underlying Fund could suffer greater losses than if the Fund or Underlying Fund had not used the financial derivatives.

You are exposed to equity risk.

- The Underlying Fund may invest in stocks and other equity securities and their derivatives which are subject to market risks that historically have resulted in greater price volatility than that experienced by fixed income securities. The Underlying Fund may also invest in convertible instruments which may be converted into equity. A convertible instrument tends to yield a fairly stable return before conversion but its price usually has a greater volatility than that of the underlying equity.

You are exposed to leverage risk.

- The Underlying Fund uses financial derivatives for leverage, which makes it more sensitive to certain market or interest rate movements and may cause above-average volatility and risk of loss.

You are exposed to emerging markets and frontier risk.

- Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty and operational risk.

You are exposed to operational risk.

- In respect of the Underlying Fund, failures at service providers could lead to disruptions of fund operations or losses.

You are exposed to counterparty risk.

- The counterparty to a financial derivative or other contractual agreement or synthetic financial product could become unable to honour its commitments to the Underlying Fund, potentially creating a partial or total loss for the Underlying Fund.

You are exposed to risks associated with investing through the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively and individually referred to as the “Stock Connect”).

- The Underlying Fund may invest in China A-Shares of mainland China through the Shanghai-Hong Kong Stock Connect and/or the Shenzhen-Hong Kong Stock Connect (as further described in section (A) of the Annex to the Prospectus).
- The current regulations relating to the Stock Connect are untested and subject to change which may have potential retrospective effects. The Stock Connect is subject to quota limitations which may restrict the Underlying Fund’s ability to invest in China A-Shares through the Stock Connect on a timely basis. Where a suspension in the trading through the Stock Connect is effected, the Underlying Fund’s ability to access the mainland China market will be adversely affected. The mainland China regulations impose certain restrictions on selling. Hence the Underlying Fund may not be able to dispose of holdings of China A-Shares in a timely manner. When a stock is recalled from the scope of eligible stocks for trading via the Stock Connect, the stock can only be sold but restricted from being bought. Due to the differences in trading days of the mainland China and the Hong Kong markets, the Underlying Fund may be subject to a risk of price fluctuations in China A-Shares during the time when the Stock Connect is not trading as a result.
- Trading in securities through the Stock Connect is subject to clearing and settlement risk. If ChinaClear defaults, the Underlying Fund may suffer delays in the recovery process or may not be able to fully recover its losses from ChinaClear. Further, the investments of the Underlying Fund are not covered by the Hong Kong’s Investor Compensation Fund.
- The Stock Connect is subject to operational risk. If the systems of the SEHK and market participants fail to function properly, trading in both markets through the program could be disrupted.
- The precise nature and rights of the Underlying Fund as the beneficial owners of the China A-Shares through HKSCC as nominee is not well defined under the mainland China law. Therefore the exact nature and methods of enforcement of the rights and interests of the Underlying Fund under the mainland China law is uncertain. If HKSCC becomes subject to winding up proceedings in Hong Kong it is not clear if the China A-Shares will be regarded as held for the beneficial ownership of the Underlying Fund or as part of the general assets of HKSCC available for general distribution to its creditors.
- The Underlying Fund may invest in the Small and Medium Enterprise (“SME”) board and/or the ChiNext market of the Shenzhen Stock Exchange via the Shenzhen-Hong Kong Stock Connect. Investments in the SME board and/or ChiNext market may result in significant losses for the Underlying Fund and its investors. Additional risks, namely, higher fluctuation on stock prices, over-valuation risk, differences in regulations and delisting risk, apply to such investments.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you

You will need to pay the following fees and charges as a percentage of your gross investment sum:

Initial Sales Charge	Cash Units and SRS Units: – Up to 5% of the gross investment sum (maximum 5%)
Realisation Charge	– Currently nil (maximum 4%)
Switching Fee	– Currently 1% (maximum of 1% and minimum of S\$5 (or such amount as may from time to time be determined by the Manager))

Some distributors may charge other fees which are not listed in the Prospectus, and you should check with the relevant distributor on whether there are any other fees payable to the distributor.

Payable by the Fund from invested proceeds

The Fund will pay the following fees and charges to the Manager and Trustee:

Management Fee (per annum)	– Currently 0% (maximum 1.75%)
Trustee Fee (per annum)	– Currently not more than 0.05% per annum (currently not subject to any minimum amount) – Maximum 0.25% per annum (subject to a minimum of S\$10,000 per annum)

Fees payable at Underlying Fund level

Management Fee of the Underlying Fund (per annum)	– 1.50%
Custody Fee of the Underlying Fund (per annum)	– Up to 0.30%
Administration Fee of the Underlying Fund (per annum)	– Up to 0.40%

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The indicative NAV per Unit of the Fund is published on the Manager's website at <http://www.schroders.com.sg> one (1) Business Day after the relevant Dealing Day and is also available directly from the Manager.

Refer to Clauses 26 and 35 and Section XII of the Prospectus for further information on valuation and exiting from the product.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

You may at any time during the life of the Fund request in writing (a "Realisation Request") to realise all or any Units held by you, subject to the minimum holding and the minimum realisation amount for the Fund and the payment of any applicable Realisation Charge. The Realisation Request must specify the Units of the Fund to be realised.

The realisation proceeds are paid to you within seven (7) Business Days (or such other period as may be prescribed by the Monetary Authority of Singapore) following the receipt of the Realisation Request.

Your realisation price is determined as follows:

- If you submit the Realisation Request on or before 5 pm on a Dealing Day, you will be paid a price based on the NAV of the Fund at the close of that Dealing Day.
- If you submit the Realisation Request after 5 pm on a Dealing Day, you will be paid a price based on the NAV of the Fund at the close of the next Dealing Day.

The realisation proceeds that you will receive will be the realisation price per Unit multiplied by the number of Units realised, less any applicable Duties and Charges. An example is as follows:

1000 Units	x	S\$1.100	=	S\$1,100.00
Number of units realised		Notional realisation price (NAV per Unit)		Gross sale proceeds

This example is on the assumption that there is no Realisation Charge or Duties and Charges imposed presently.

If applicable to you as provided in the trust deed of the Fund, you may cancel your subscription for Units by giving written notice or by submitting the cancellation form to the Manager or its distributors within 7 calendar days from the date of your subscription. However, you will have to take the risk for any price changes in the NAV of the Fund since the time of your subscription.

CONTACT INFORMATION

HOW CAN YOU CONTACT US?

For enquiries, please contact

Schroder Investment Management (Singapore) Ltd

138 Market Street, #23-01, CapitaGreen
Singapore 048946

Tel: +65 6534 4288

Website: <http://www.schroders.com.sg>

Distributor

The Manager

APPENDIX: GLOSSARY OF TERMS

“**Business Day**” means any day (other than a Saturday, a Sunday or a public gazetted holiday) on which commercial banks in Singapore are open for business (or such other day as may from time to time be determined by the Manager with the approval of the Trustee).

“**ChinaClear**” means the China Securities Depository and Clearing Corporation Limited.

“**Dealing Day**” means such day or days as the Manager may from time to time with the approval of the Trustee determine, but so that:

- (i) unless and until the Manager (with the approval of the Trustee) otherwise determines, each Business Day shall be a Dealing Day; and
- (ii) without prejudice to the generality of the foregoing, if on any day which would otherwise be a Dealing Day (a) the recognised stock exchange or exchanges on which the authorised investment or other property comprised in, and having in aggregate values amounting to at least 50% of the value (as of the immediately preceding Valuation Point (as defined in the trust deed of the Fund, as amended)) of the Fund are quoted, listed or dealt in is or are not open for normal trading, or (b) on any day where the Underlying Fund is not normally traded, the Manager may determine that such day shall not be a Dealing Day in relation to Units of the Fund.

“**Duties and Charges**” means all stamp and other duties, taxes, governmental charges, brokerage, bank charges, transfer fees, registration fees and other duties and charges whether in connection with the constitution of the deposited property or the increase or decrease of the deposited property or the creation, issue, sale, exchange or purchase of Units or the sale or purchase of authorised investments or otherwise, which may have become or may be payable in respect of or prior to or upon the occasion of the transaction or dealing in respect of which such duties and charges are payable but does not include commission payable to agents on sales and repurchases of Units.

“**HKSCC**” means the Hong Kong Securities Clearing Company Limited.

“**NAV**” means net asset value.

“**SEHK**” means The Stock Exchange of Hong Kong Limited.

“**Unit**” means one (1) undivided share in the Fund.