

Our ref: Sample

(Date)

Sample copy

Dear (Salutation)

Fund name, investment policy and Annual Management Charge (AMC) changes

Account number:

Your financial adviser:

I am writing to you because you are invested in the Sanlam Short Duration Corporate Bond fund, provided by Sanlam Asset Management Ireland Limited.

Subject to shareholder approval, Sanlam will change the name and investment policy of the fund from **09 May 2024**. If it isn't approved, we'll write to let you know.

You'll see the new fund name on our valuations and statements after this date.

Old fund name	New fund name
Sanlam Short Duration Corporate Bond	Sanlam International Credit

The old and new investment policies are overleaf for you to compare.

You may want to speak to your financial adviser about the impact of the change. Please speak to them before making any investment decisions, or if you have any questions about the change.

If you don't have a financial adviser, we recommend that you consider the benefits of receiving professional financial advice, which can be especially important when you need to make investment decisions. If you would like to search for an adviser in your area you can start by visiting quilter.com/financial-advice/find-an-adviser.

How this will affect your account

- **The value of your holding** – The changes will not affect the value of your fund holding.
- **Risk profile** – The fund's risk profile may change.
- Sanlam propose to **decrease the AMC** for the fund. Fund managers apply an AMC for the investment management they provide. This is reflected in the pricing of the fund and not taken directly from your holdings.

Sanlam will introduce the ability to pay the fund's fees and expenses out of the capital of the fund instead of the income received, in order to maximise distributions made to investors.

The Ongoing Charges Figure (OCF) / Total Expense Ratio (TER) represents the ongoing charges for the fund, expressed as a percentage. It is the sum of the AMC and all other running costs of the fund. OCF is increasingly replacing the TER.

This table shows the current and the new amounts once the change has completed.

	AMC %	OCF / TER %
Current	0.50	1.12
New	0.28	0.90

Please note that none of the changes detailed in this letter affect any charges made by Quilter.

Why the fund is changing

The changes to the investment policy are intended to permit greater diversification, allowing the fund to adapt to expected changes to the return outlook for bond markets and the shift in investor sentiment from short duration to longer duration assets.

The fund's name will change to better reflect the portfolio of the fund.

The next steps

You don't need to take any action unless you would like to choose a new asset from our extensive range. Please speak to your financial adviser before making any investment decisions or if you have any questions about this change.

If you have any questions about this letter, please speak to your financial adviser who will be able to help you. Alternatively, you can call or email us using the details shown and we will be happy to help. Our Customer Service Centre is open 8:30am – 5:30pm, Monday to Friday.

Yours sincerely



Callum Earl

Head of Customer Operations

Fund investment policy

Current fund Sanlam Short Duration Corporate Bond	New fund Sanlam International Credit
<p>Fund investment policy: The fund is actively managed and will seek to achieve the investment objective through investing the majority of its net assets in a variety of Sterling, US Dollar and Euro short-dated investment grade corporate bonds (not limited to any particular sector or geographical region), of no more than 6 years maturity (in circumstances of extreme market volatility and in the opinion of the Investment Manager, the fund may hold a majority of its net assets in cash or ancillary liquid assets (including money market instruments such as bank deposits and treasury bills) for so long as market conditions so dictate).</p> <p>The fund may invest up to a maximum of 30% of its net assets in bonds issued by governments, their agencies, local authorities, instrumentalities, and public international bodies. The balance of the fund's investments will be in debt instruments (government or corporate, fixed or floating, rated or unrated) listed or traded primarily in the UK.</p>	<p>Fund investment policy: The fund is actively managed and will seek to achieve the investment objective through investing the majority of its net assets in debt securities (as further detailed below) admitted to or dealt and actively traded worldwide on recognised markets.</p> <p>The fund's investment in debt securities shall cover all varieties of fixed and floating rate income securities (i.e. fixed rate, floating rate, secured (including asset-backed), unsecured, subordinated, dated, perpetual and inflation-linked bonds). Asset-backed securities are securities made up of pools of debt securities and securities with debt like characteristics. Such asset-backed securities will not embed derivatives and/or generate leverage.</p> <p>The fund may invest on a global basis and there is no geographical, industry or sectoral focus in relation to the asset classes to which exposure may be taken.</p> <p>The fund's investments may include investments in bonds, treasury bills and debentures issued or guaranteed by:</p> <p>(1) governments and government-related issuers, their agencies, local authorities, instrumentalities, and public international bodies</p> <p>and</p> <p>(2) corporate or other commercial issuers worldwide.</p>