

Our ref: Sample

(Date)

# Sample copy

Dear (Salutation)

## Fund merger for abrtn Global Focused Equity

**Account number:** XXXXXX

**Your financial adviser:** XXXXXX

I am writing to you because you are invested in the abrtn Global Focused Equity fund, provided by abrtn Fund Managers Limited.

abrtn has informed us that the abrtn Global Focused Equity fund will merge into the abrtn Global Equity fund on **27 September 2024**. You'll see the new fund on your valuations and statements after that date.

The merger is subject to shareholder approval. If it isn't approved, we will write to let you know.

You may want to speak to your financial adviser about the impact of the merger. Please speak to them before making any investment decisions, or if you have any questions about this 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](https://quilter.com/financial-advice/find-an-adviser).

The last date we can sell from the fund before the merger will be 11:00 am on 26 September 2024.

### How the merger will affect your account

- **The value of your fund holding** – The merger may affect the value of your fund holding, as explained below under the heading "Will the merger cost me anything?"
- **Direct Debits** – If you are paying into the fund by Direct Debit:
  - 1) payments up to and including **26 September 2024** will be allocated to the abrtn Global Focused Equity fund.
  - 2) any payments which are due to be collected whilst the merger is taking place will buy units proportionally across the other assets in your Direct Debit instruction. If the merging fund is the only fund in your instruction, those payments will be allocated to cash. They will stay in cash unless you choose to switch them to another asset in future.
  - 3) payments after the merger will be allocated to the abrtn Global Equity fund.
- **Phasing and Rebalancing** – Any **phased investment** or **rebalancing** instructions using the fund will automatically continue after the merger. Unless you give us an alternative choice, future transactions will be reapportioned across the other assets in your instruction, or cash if the merging fund is the only fund in your instruction.

Cash may not be suitable for your long-term investment needs. If you're happy for the amount to stay in cash, you don't need to do anything. Alternatively, you can switch the cash into an alternative asset(s) from our extensive range. Your financial adviser can give us your switch instruction, or you can switch by logging into our online Customer Centre at [quilter.com/login](https://quilter.com/login) or by sending us a switch form in the post.

- The merger **may change the fund's risk profile**. You can see more information about the new fund in its Key Investor Information document, available online at XXXXXX  
Please note, it may not reflect the charges applicable when accessing the fund through us.
- **Ongoing Charge Figure (OCF) / Total Expense Ratio (TER)** - The OCF/TER will change with the merger.

Fund managers apply an Annual Management Charge (AMC) for the investment management they provide. This is reflected within the daily price of the fund and not taken directly from your holdings.

The OCF/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.

The table below shows the current and new AMC and OCF/TER.

	AMC %	OCF/TER %
Current	0.85	0.99
New	0.75	0.84

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

#### Will the merger cost me anything?

Approximately 67% of the merging fund will need to be realigned in preparation for the merger. abrdn estimates the realignment cost will be 0.38% of the fund value.

Should you wish not to incur any of the realignment costs, you can switch your holding any time up until **11:00 am on 12 September 2024**.

#### Why the funds are merging

After a review to identify funds having similar investment objectives, investment policies and risk profiles abrdn has concluded that, even though the fund has reduced in size over recent years they consider that investment in global companies continues to present attractive long term growth opportunities. Whilst they understand the merger proposal results in a change for investors, given the move from a fund which has a more concentrated portfolio to a fund that has a more diverse portfolio, they believe it is in the best interest of investors to offer a merger into another actively managed fund investing in global companies.

You can find more information about the old and new funds overleaf.

#### The next steps and avoiding the merger

You do not need to take any action unless you would like to choose a new asset from our extensive range. You can switch your holding in the abrdn Global Focused Equity fund at any time up until **11:00 am on 26 September 2024**. If you decide to switch into a new asset(s), please note that you will also need to update your asset choice for Direct Debit payments, if applicable.

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 objectives

Current fund abrdrn Global Focused Equity	New fund abrdrn Global Equity
<p><b>Fund objective:</b> To generate growth over the long term (5 years or more) by investing in global equities.</p> <p>Performance Target: To achieve the return of the MSCI AC World Index plus 3% per annum over rolling five year periods (before charges). The Performance Target is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the Performance Target.</p> <p>The fund will invest at least 70% in equities and equity related securities of companies listed on global stock exchanges.</p>	<p><b>Fund objective:</b> To generate growth over the long term (5 years or more) by investing in equities worldwide.</p> <p>Performance Target: To achieve the return of the MSCI AC World Index plus 3% per annum over rolling three year periods (before charges). The Performance Target is the level of performance that the management team hopes to achieve for the fund. There is however no certainty or promise that they will achieve the Performance target.</p> <p>The fund will invest at least 80% in equities and equity related securities of companies listed on global stock exchanges.</p>