

Our ref: Sample

(Date)

Sample copy

Dear (Salutation)

Change of Annual Management Charge (AMC) and investment objective

Account number: XXXXXX

Your financial adviser: XXXXXX

I am writing to you because you are invested in the VT Castlebay UK Equity fund, provided by Valu-Trac Investment Management Limited.

What is changing

Valu-Trac is increasing the AMC for the fund from 11 March 2024. 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.

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.

In addition, Valu-Trac are also changing the objective of the fund from 11 March 2024.

The old and new objectives are overleaf for you to compare.

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

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

What this change means for you

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

	AMC %	OCF / TER %
Current	0.60	0.60
New	0.62	0.62

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

- **The value of your holding** – The changes may affect the value of your fund holding. The costs of implementing the changes will be borne by the fund and are expected to be 0.003% of the fund value.
- **Risk profile** – The fund's risk profile will not change.

Why the changes are happening

Valu-Trac are changing the investment objective of the fund with a view to making the wording easier to understand, and to ensure continued compliance with latest FCA rules and guidance.

In addition, the AMC has increased as certain dealing costs (namely those of EMX and Calastone, which are firms commonly used to process investment transactions) are not captured by the investment manager's (Castlebay Investment Partners LLP) commitment to cap the ongoing charges figure of the fund.

The next steps

You don't need to take any action unless you would like to choose a new fund 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 objectives

Old objective	New objective
<p>Fund objective: To preserve capital and generate income and capital growth over the long term.</p> <p>The fund will aim to meet its investment objective by investing primarily in a portfolio of UK companies listed on recognised stock exchanges. The fund may also invest in overseas equities, transferable securities, money market instruments, deposits and cash and near cash. There will be no particular emphasis on any industrial or economic sector.</p>	<p>Fund objective: To preserve capital and generate income and capital growth over the long term (5 years and over).</p> <p>The fund will aim to meet its investment objective by investing at least 80% in a portfolio of companies incorporated and listed in the UK.</p> <p>The fund may also invest in overseas equities, bonds, money market instruments, deposits and cash and near cash.</p> <p>There will be no particular emphasis on any industrial or economic sector.</p>