

Our ref: Sample

(Date)

Sample copy

Dear (Salutation)

VT Sinfonia Income – fund closure

Account number: *****

Your financial adviser: *****

The VT Sinfonia Income fund that you invest in as part of a model portfolio set up by your financial adviser is due to be closed from **18 October 2024**.

We will be unable to accept new investments into the fund from 27 September 2024.

Your financial adviser will take any action that needs to be taken and, if necessary, help to address any questions you may have.

How the fund closing will affect your account

- **Rebalancing** – Any **rebalancing** instructions using the fund will automatically continue. These will either buy units in your other assets proportionally, or go into cash, depending on how your adviser set up the model portfolio. Alternatively, we will update the instruction if your financial adviser provides a revised asset choice.

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. Your financial adviser will take any action that needs to be taken and help to answer any questions you may have.

A note about cash in your account

We don't take any product or service charges on your cash balance (although the value is still included in the total value calculation for the charge). Instead, we pay you a rate of interest on cash in your account and we are paid by retaining a proportion of the interest we receive from our banking partners.

You can find more information, including the current interest rate payable and how much interest we retain, on our website at quilter.com/interest-on-cash.

Capital gains tax – Collective Investment Account only

If you choose to sell or switch your holdings, this is a disposal for capital gains tax purposes. Please speak to your financial adviser to understand how this may affect you.

The cost of the closure

Costs associated with the closure, such as costs associated with the sale of the assets of the fund, and any mailing and administration costs will be borne by the fund. These costs are estimated to be 0.18% of the fund's value.

Why the fund manager is closing the fund

The current fund size is below what Valu-Trac considers to be commercially viable. Given the lack of investor demand Valu-Trac considers the fund performance will not improve over time and has taken the decision to close the fund.

Valu-Trac advises that closing proceeds will be paid out in stages with an initial payment representing 90-95% of the fund's holdings to be paid on or around Friday 8 November 2024. The remainder of the closing proceeds will be paid out when monies subsequently fall due. Where the fund holds long dated assets, it could take over a year for it to receive cash for such assets.

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