

Our ref: Sample

(Date)

# Sample copy

Dear (Salutation)

## Fund merger for JPM UK Equity Value

**Account number:** \*\*\*\*\*

**Your financial adviser:** \*\*\*\*\*

I am writing to you because you are invested in the JPM UK Equity Value fund, provided by JPMorgan Funds Limited.

JPMorgan has informed us that the JPM UK Equity Value fund will merge into the JPM UK Equity Income fund on **01 November 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 on 29 October 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 **29 October 2024** will be allocated to the JPM UK Equity Value 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 **JPM UK Equity Income** 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.

- **Treasured assets** – if you have treasured the fund to be excluded when deducting units to meet certain scheduled payments from your account (for example charges and ongoing adviser fees), this arrangement will stop. You can arrange to treasure different assets by providing us with a new treasured asset request form.

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.

### 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](https://quilter.com/interest-on-cash).

- 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 (URL). 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 not change with the merger.

\* The OCF/TER represents the ongoing charges for the fund, expressed as a percentage. It is the sum of the Annual Management Charge (AMC) and all other running costs of the fund. The figure shown is normally the ongoing charges figure (OCF), which is increasingly replacing the total expense ratio (TER). You can find more information about how the merger will affect the OCF / TER and, where applicable, the Reimbursed Amount or Reimbursed Rebate on the last page of this letter.

### Will the merger cost me anything?

The costs of rebalancing the assets in the underlying portfolio will be borne by the merging fund. JPM are unable to provide an estimate of these cost at this present time.

### Why the funds are merging

JPM believes that the fund has limited prospects for growth and that shareholders will benefit from investing in a fund with better prospects for stronger growth in assets in the future. This growth can lead to economies of scale with the potential for lower fund expenses.

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 JPM UK Equity Value fund at any time up until **11:00 on 29 October 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 information

Current fund JPM UK Equity Value	New fund JPM UK Equity Income
<p><b>Fund objective:</b> To provide capital growth over the long-term (5-10 years) through investment in a value style biased portfolio of UK companies.</p> <p>At least 80% of assets invested in a value style biased portfolio of equities of companies that are domiciled or carrying out the main part of their economic activity, in the UK.</p>	<p><b>Fund objective:</b> To generate a yield, after fees, over a 3-year rolling period, in excess of the FTSE™ All-Share Index and to provide capital growth over the long term (5-10 years).</p> <p>At least 80% of assets invested in equities of companies that are domiciled or carrying out the main part of their economic activity, in the UK. The fund may invest in small capitalisation companies.</p> <p>In search of income, the fund may have significant positions in specific sectors from time to time.</p>

Your account is currently on Charge Basis <<charge basis>>

### AMC and OCF / TER changes for accounts on Charge Basis 1

Current AMC %	Current OCF/TER %*	New AMC %	New OCF/TER %*
0.80	0.95	0.80	0.95

### AMC and OCF / TER changes for accounts on Charge Basis 2

	AMC %	OCF/TER %
Current	0.80	0.95
New	0.80	0.95

The AMC is the fund manager's Annual Management Charge. The AMC is not taken directly from your investment, but is reflected within the fund manager's pricing of the fund. This change will not affect any charges taken by Quilter.