

Our ref: Sample

(Date)

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Dear (Salutation)

AVIVA Investors US Equity Income II (Share Class 2) – fund closure

Account number: XXXXXX

Your financial adviser: XXXXXX

The AVIVA Investors US Equity Income II (Share Class 2) fund that you invest in as part of a model portfolio set up by your financial adviser is due to be closed from **25 April 2025**.

We will be unable to accept new investments into the fund from 04 April 2025.

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

- **Phasing and Rebalancing** – Any **phased investment** or **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](https://www.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.

Why the fund manager is closing the fund

Aviva regularly review the performance of their funds to make sure they are delivering good value to investors and this has shown that, overall, the fund has been underperforming.

The fund has an income and capital growth objective, meaning it is managed with a view to growing your investment over a 5 year period but also to deliver 125% of the income generated by constituents of the Russell 3000 Value Index over a 12 month period. Although the fund has consistently delivered on the income objective, it has not delivered on the growth objective.

Aviva do not think there are any further changes they can make to the fund which is likely to materially improve the performance whilst retaining the current investment strategy. Aviva considered whether it would be possible to move your investment into another fund, but they have been unable to identify a suitable receiving fund and given the lack of a suitable alternative, they think closing the fund and returning your investment to you is the best outcome.

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,

A handwritten signature in dark ink that reads "Callum Earl". The signature is written in a cursive, slightly informal style.

Callum Earl

Head of Client Services