

Our ref: 8910/AM

Fund merger for TM SDL Free Spirit

The TM SDL Free Spirit fund that you invest in as part of a model portfolio set up by your financial adviser is due to merge into the TM SDL UK Buffettology fund. The merger will take place on **24 April 2026**. 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.

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 merger will affect your account

- **The value of your fund holding** – The merger may affect the value of your fund holding. Realignment costs associated with the merger will be borne by the merging fund. This is expected to be approximately 0.001% of the fund's value.
- **Phased investment and Rebalancing** – Any 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.
- **Direct Debits** – If you are paying into the fund by Direct Debit future payments 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.
- **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. 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.

- The merger **won't change the fund's risk profile**. You can see more information about the new fund in its Key Investor Information document, available online at quilter.com/TM-SDL-freespirit. Please note, it may not reflect the charges applicable when accessing the fund through us.

Why the funds are merging

The investment manager of both the merging and receiving fund is Sanford DeLand Asset Management Limited (SDL). In conjunction with SDL, Thesis believes that merging the funds is in the best interests of investors as it will create a larger, more viable, fund.

Due to the merging fund's current and projected level of assets under management, and that it is subject to certain minimum charges, it may soon be unviable as a standalone fund.

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

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 Client Services

Fund objectives

Current fund TM SDL Free Spirit	New fund TM SDL UK Buffettology
<p>Fund objective: To seek to maximise total returns over the long term, defined as 5 – 10 years. At least 80% of the fund will be invested within UK equities, with an emphasis on smaller and mid capitalised companies. The fund will have a concentrated portfolio of between 25 and 40 holdings when fully invested. The Investment Manager will apply the methodology of Business Perspective Investing.</p> <p>Business Perspective Investing identifies companies that exhibit criteria considered essential to the long-term success of that business, and are expected to possess strong operating franchises and experienced management teams. Investments are to be made at a valuation deemed to provide shareholder value over the intended long-term period of investment, not to be sold for short term profits.</p>	<p>Fund objective: To seek to achieve an annual compounding rate of return over the long term, defined as 5 – 10 years, which is superior to the median performance of all of the funds forming the official peer group of which the fund is part. 'Peer group' is defined as being the Investment Association sector to which the fund has been allocated (currently being the UK All Companies Sector) or to which it may be allocated in future, as determined by that body.</p> <p>Investments will be made principally in UK equities, applying the methodology of Business Perspective Investing.</p> <p>Business Perspective Investing identifies companies that exhibit criteria considered essential to the long-term success of that business, and are expected to possess strong operating franchises and experienced management teams. Investments are to be made at a valuation deemed to provide shareholder value over the intended long-term period of investment, not to be sold for short term profits.</p>