

Our ref: Sample

(Date)

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Dear (Salutation)

## Fund merger for Quilter Investors UK Equity Income (Jupiter)

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

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

The Quilter Investors UK Equity Income (Jupiter) fund that you invest in as part of a model portfolio set up by your financial adviser is due to merge into the Quilter Investors UK Equity (Jupiter) fund. The merger will take place on **27 June 2025**. You'll see the new fund on your valuations and statements after that date.

**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. Although the funds have the same investment objective and similar investment policies, the individual stocks held will in many cases be different. It will be necessary for the assets of the merging fund to be aligned with the assets of the receiving fund to avoid duplication of holdings. The realignment activity will begin week commencing 2 June 2025 and the costs will be borne by the merging fund. Quilter Investors estimate the cost to be 0.39% of the fund value.
- **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.
- **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 our charges and any 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](https://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 (URL). Please note, it may not reflect the charges applicable when accessing the fund through us.

### Why the funds are merging

The fund was launched in 2018 primarily for use with advised/discretionary managed clients. Historically the fund has been utilised as a core holding within Quilter's WealthSelect managed portfolio service ("WealthSelect"). The two main Unitholders hold circa 94% of the fund as of October 2024 and are Quilter group companies investing in respect of WealthSelect.

The investment strategy employed by WealthSelect has meant that the fund is no longer considered a core holding and, accordingly, it has not been utilised within the portfolios for several years. As a result, the fund has experienced a steady reduction of assets under management ("AUM") over recent years due to WealthSelect redemptions. As the fund is no longer considered a core holding within WealthSelect and not actively distributed, Quilter Investors expect this trend of decreasing AUM to continue, meaning that, ultimately, the size of the fund will make it commercially unviable and its ability to meet its investment objective will be impaired.

The receiving fund shares key similarities with the merging fund (investment objective and benchmark, for example). The merger will also increase the AUM and therefore all unitholders will benefit from an increased likelihood of the benefits of the economies of scale being shared in future.

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

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 Quilter Investors UK Equity Income (Jupiter)	New fund Quilter Investors UK Equity (Jupiter)
<p><b>Fund objective:</b></p> <p>To achieve income and capital growth and to outperform the MSCI UK All Cap Index, net of charges, over rolling five-year periods, by investing at least 80% of the value of its property in shares of UK companies. UK companies are those that are domiciled, incorporated or have a significant portion of their business in the UK, even if listed elsewhere. Investment may be direct or indirect (e.g. through collective investment schemes or derivatives), however the Manager expects that the fund will typically hold investments directly.</p> <p>The fund may invest in companies of any size, including smaller companies. The Investment Adviser typically has a preference to invest in shares of companies it believes are likely to provide dividend payments. The fund may at times be concentrated in terms of the number of investments it holds (i.e. have less than 50 holdings).</p>	<p><b>Fund objective:</b></p> <p>To achieve capital growth and to outperform the MSCI UK All Cap Index, net of charges, over rolling five-year periods, by investing at least 80% of the value of its property in shares of UK companies. UK companies are those that are domiciled, incorporated or have a significant portion of their business in the UK, even if listed elsewhere. Investment may be direct or indirect (e.g. through collective investment schemes or derivatives), however the Manager expects that the Fund will typically hold investments directly.</p> <p>The fund may invest in companies of any size, including smaller companies. The fund may at times be concentrated in terms of the number of investments it holds (i.e. have less than 50 holdings).</p>