Our ref: 9223

Fund merger for IFSL Marlborough Global Innovation

I am writing to you because you are invested in the IFSL Marlborough Global Innovation fund, provided by Investment Fund Services Limited (IFSL).

IFSL has informed us that the IFSL Marlborough Global Innovation fund will merge into the IFSL Marlborough Global SmallCap fund on **14 August 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.

The last date we can sell from the fund before the merger will be 16:00 on 13 August 2026.

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**.

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 13 August 2026 will be allocated to the IFSL Marlborough Global Innovation 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 IFSL Marlborough Global SmallCap fund.

- **Phased investment** – 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** 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**.

- 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 quilter.com/Marlborough-GI
  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 change with the merger.

Fund managers apply an Annual Management Charge (AMC) for the investment management they provide. This is reflected within the daily price of the fund and not taken directly from your holdings.

The OCF/TER represents the ongoing charges for the fund, expressed as a percentage. It is the sum of the AMC and all other running costs of the fund. OCF is increasingly replacing the TER.

The table below shows the current and new AMC and OCF/TER of the fund.

	AMC %	OCF/TER %
Current	0.75	0.83
New	0.50	0.58

Please note that none of the changes detailed in this letter affect any charges made by Quilter.

Will the merger cost me anything?

A small cost (estimated to be less than 0.01% of the overall value of the IFSL Marlborough Global Innovation fund) will be borne by the fund. This cost relates only to the transaction expenses incurred when merging the fund's assets into the IFSL Marlborough Global SmallCap fund.

Why the funds are merging

The IFSL Marlborough Global Innovation fund has a strong focus on technology companies and other innovative business. The IFSL Marlborough Global SmallCap fund invests across a wider range of industries. As a result of this differing investment approach, there is currently no overlap of the companies held within each of the respective funds.

However, IFSL believe they do share important characteristics. They are both free to invest in businesses around the globe and are focused on smaller companies. IFSL believe merging them into a single, larger fund will provide potential for economies of scale, because fixed costs can be spread between more investors. Aiming to reduce costs over the long term in this way should, they believe, benefit investors.

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 IFSL Marlborough Global Innovation fund at any time up until **16:00 on 13 August 2026**. 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 Client Services

Fund objectives

Current fund IFSL Marlborough Global Innovation	New fund IFSL Marlborough Global SmallCap
Fund objective: To provide capital growth, that is, to increase the value of your investment over a minimum of 5 years. However, there is no certainty this will be achieved. At least 80% of the fund will invest in shares of companies listed globally. The companies will be those the Investment Manager considers to be innovative as defined in the Investment Strategy.	**Fund objective:** To provide capital growth, that is, to increase the value of your investment, over a minimum of 5 years. The fund aims to deliver greater returns than the MSCI World Small Cap Index in GBP over any 5 year period after charges. There is no certainty that either aim of the fund will be achieved. The fund will invest in the shares of companies, of which at least 90% of the fund will be in the shares of small companies listed on a range of global stock exchanges with no maximum or minimum exposure to any one market or geographical region.