Our ref: 9272/AM

## Fund merger for Schroder Sustainable UK Equity

The Schroder Sustainable UK Equity fund that you invest in as part of a model portfolio set up by your financial adviser merged into the Schroder Prime UK Equity fund on **30 July 2026**. You'll see the new fund on your valuations and statements after that date.

When a fund changes, we normally try to write to you as soon as possible, to give you time to discuss the situation with your financial adviser and decide if you need to take any action. On this occasion, we did not tell you about the event until now because we did not receive sufficient prior notification from Schroder. I am sorry that we did not write to you about this change sooner and for any inconvenience or concern that you have experienced because of this delay.

**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. Costs relating to the restructure of the merging fund in preparation for the merger were borne by the merging fund. Schroder do not expect these costs to exceed 0.20% 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/schroder-sustainable-uk
  Please note, it may not reflect the charges applicable when accessing the fund through us.

### Why the funds merged

Schroder merged the funds as part of a wider strategic restructure to rationalise and simplify their UK equity fund range.

In recent years the merging fund has experienced a sustained period of net outflows and has reduced in size. The receiving fund is larger and the merger will consolidate funds that both invest in similar strategies.

The merging fund is classified as a sustainable fund and commits to investing at least 70% of its portfolio in assets that the investment manager classifies as sustainable. The receiving fund has no sustainable designation and does not commit to investing above a minimum sustainable threshold. Despite this, Schroder considers the receiving fund to be the nearest compatible fund given the strong alignment in investment approach and portfolio composition. Both funds invest in UK equities and are managed by the same investment team, share the same benchmark, and have the same risk profile.

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<br>Schroder Sustainable UK Equity | New fund<br>Schroder Prime UK Equity |
|---|---|
| **Fund objective:**<br>To provide capital growth in excess of the FTSE All Share (Gross Total Return) index (after fees have been deducted) over a three to five year period by investing in equity and equity related securities of UK companies which the investment manager classifies as sustainable. These are companies that, through the way they are managed and/or the goods and services that they sell, make a positive contribution to the Planet (the environment; and/or People (employee wellbeing; customer wellbeing; healthy, inclusive and connected communities; and/or effective and accountable institutions). | **Fund objective:**<br>To provide capital growth in excess of the FTSE All Share (Gross Total Return) index (after fees have been deducted) over a three to five year period by investing in equity and equity related securities of UK companies. |