

Our ref: 8391/1

Change of Annual Management Charge (AMC), investment policy and objective

I am writing to you because you are invested in the VT Avastra Global Fixed Income fund, provided by Valu-Trac Investment Management Limited.

What is changing

Valu-Trac is increasing the AMC for the fund from 18 December 2025. Fund managers apply an AMC for the investment management they provide. This is reflected in the pricing of the fund and not taken directly from your holdings.

This table shows the current and the new amounts once the change has completed.

	AMC %	OCF/TER %*
Current	0.35	0.62
New	0.38	0.68

***The Ongoing Charges Figure (OCF)/ Total Expense Ratio (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.**

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

Valu-Trac will also change the objective and investment policy of the fund from 18 December 2025. These are overleaf for you to compare.

In addition, the quarterly distribution payment dates are changing as detailed below:-

Current Payment Date	New Payment Date
30 April	31 March
31 July	30 June
31 October	30 September
31 January	31 December

You may want to speak to your financial adviser about the impact of these changes. Please speak to them before making any investment decisions, or if you have any questions about these changes.

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.

What these changes means for you

- **The value of your holding** – The changes may affect the value of your fund holding. The costs for implementing the changes will be borne by the fund and are estimated to be approximately 0.02% of the fund value.
- **Risk profile** – The fund's risk profile will not change.

Why the changes are happening

Valu-Trac recently reviewed the fund's costs and, due to rising expenses, they are making some changes to the fund's AMC. Whilst the fee payable to the Investment Manager is not changing, the proposed changes to the overall fee does result in a slight increase to the OCF. They believe the revised fee structure remains fair and competitive when compared with similar funds.

In addition, some clarifications are being made to the investment objective and policy of the funds with a view to making the wording easier to understand, and also to ensure continued compliance with latest FCA rules and guidance.

The next steps

You don't need to take any action unless you would like to choose a new fund from our extensive range. Please speak to your financial adviser before making any investment decisions or if you have any questions about this change.

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 objective and investment policy

Current	New
To achieve income whilst protecting capital wherever possible by investing at least 80% of its portfolio in a combination of global fixed income securities and units in collective investment schemes which themselves hold direct fixed income or fixed income related instruments. The fund may also invest, at the ACD's discretion, in other transferable securities (including structured products), money market instruments, cash and near cash, deposits, fixed income exchange traded funds, government or corporate bonds, and/or fixed income structured products. Use may also be made of stock lending and borrowing. Foreign currency exposure may be hedged back to the base currency. The fund may hold derivatives for investment purposes as well as for efficient portfolio	To achieve an income with the potential for capital growth (net of fund costs) over the medium-term (rolling 5-year periods). ▪ The fund aims to achieve its objective predominantly (at least 80%) through exposure (directly and/or indirectly) to bonds (which are fixed income paying debt securities typically issued by companies and governments which have an obligation to pay regular interest income as well as repay the original capital to the investor at the bond's maturity). ▪ The fund may have exposure to investment grade bonds (where the issuer has a higher capacity to repay the debt), as well as sub-investment grade bonds (where the issuer has a lower capacity to repay the debt but typically pays a higher rate of interest). ▪ The fund can gain this exposure directly through holding bonds, or indirectly through investing in

management purposes. It is not intended that the use of derivatives in this way will change the risk profile of the fund.	shares or units in other funds (including both actively managed and index-tracking bond funds), exchange traded funds and investment trusts. This may include investment in other funds managed by the Authorised Corporate Director, Investment Manager or its subadvisors. ▪ The fund may also have direct or indirect exposure to other assets (i.e. money market instruments, deposits, cash and near cash) for portfolio construction, risk control or liquidity management purposes. ▪ The fund is actively managed which means the Investment Manager decides which investments to buy or sell and when. ▪ Investments can cover a range of global markets, however foreign currency exposure may be hedged back to sterling either directly or by using sterling-hedged share classes in other funds. ▪ The fund can use derivatives or forward transactions (instruments whose returns are linked to another asset, market, index or other variable factor), for efficient portfolio management purposes including the reduction of risk (hedging). ▪ The fund may hold up to 20% in cash to enable the settlement of liabilities redemptions, for active asset allocation purposes and for the efficient liquidity management of the fund.
--	---