tutman. investment architecture

1 September 2026

Dear Investor

Changes to TM Cerno Select Fund (the Fund), a sub-fund of TM Cerno Investment Funds (the Company)

The ISINs in respect of the Fund are set out in Annexure 1.

We are writing to you as a shareholder in the Fund to inform you of certain changes to the Fund. We have also made other clarificatory changes to the Prospectus.

We received confirmation from the Financial Conduct Authority (**FCA**) on 21 August 2026 that the changes will not affect the ongoing authorisation of the Fund or the Company. We have discussed the treatment of the change with NatWest Trustee and Depositary Services Limited (the **Depositary**) and they have not raised any concerns.

The changes set out in this letter will take effect from 3 November 2026.

1. Change to the name and investment policy of the Fund

1.1 Further to discussions with Cerno Capital Partners LLP (the **Investment Manager**), the name of the Fund will change from TM Cerno Select Fund to "**TM Cerno Foundation Fund**".

1.2 The new name for the Fund was chosen to reflect the Fund's intended role as a strong foundation for investors who want a single investment in a diversified fund with multi-asset exposure across equities, fixed income, alternatives and other transferable securities.

1.3 We believe that investment in a fund with a diversified, multi-asset approach can also be integrated effectively within a wider portfolio strategy for those seeking additional diversification.

1.4 We will also be amending the investment policy of the Fund to reflect the new name and the rationale above. We set out below the current and proposed revised investment policy of the Fund.

Current investment policy	**Revised investment policy**
The assets in which the Fund may invest will be equities, fixed income investments (e.g. corporate and government bonds), eligible alternatives and other transferable securities, money market instruments, deposits, cash and near cash investments and derivatives. Exposure to these asset	The assets in which the Fund may invest will be equities, fixed income investments (e.g. corporate and government bonds), eligible alternatives and other transferable securities, money market instruments, deposits, cash and near cash investments and derivatives. Exposure to these asset

classes may be gained through direct investment or indirectly through collective investment schemes (including those managed or operated by the ACD), exchange traded funds and investment trusts. At times, during times of market volatility, the Fund may hold a significant amount in cash. The proportion of the Fund invested in different asset classes will vary over time in response to the economic and market environment. The Investment Manager selects assets that in combination will attempt to achieve the Fund's return whilst offering a portfolio that is diversified by geography, sector and asset class. **Derivatives may be used for both investment purposes and Efficient Portfolio Management.** The Fund will be actively managed. This means that the Investment Manager actively makes decisions about how to invest the Scheme Property of the Fund (and which investments to buy and sell) instead of simply following a market index.	classes may be gained through direct investment or indirectly through collective investment schemes (including those managed or operated by the ACD), exchange traded funds and investment trusts. At times, during times of market volatility, the Fund may hold a significant amount in cash. The proportion of the Fund invested in different asset classes will vary over time in response to the economic and market environment. The Investment Manager selects assets that in combination will attempt to achieve the Fund's return whilst offering a portfolio that is diversified by geography, sector and asset class. **Derivatives may be used for both investment purposes and Efficient Portfolio Management.** The Fund will be actively managed. This means that the Investment Manager actively makes decisions about how to invest the Scheme Property of the Fund (and which investments to buy and sell) instead of simply following a market index. The term "Foundation" in the Fund's name reflects that the Fund is intended to be a strong foundation for investors who want a single investment in a diversified fund with multi-asset exposure. The Fund can also be integrated effectively within a wider portfolio strategy for investors seeking additional diversification.

2. Change to the investment objective and removal of target benchmark

2.1 Further to discussions with the Investment Manager, we are amending the investment objective of the Fund so that inflation (as represented by the UK's Consumer Price Index or **CPI**) plus 3% will no longer be the performance target for the Fund.

2.2 We are seeking to make this change as inflation has been volatile and does not accurately reflect the risks facing financial and asset markets. Whilst the Fund has been actively managed to this target to date, inflation volatility in recent years has made this target increasingly difficult to achieve. We are concerned that if the Fund is trying to meet an unrealistic target, this could lead to an incentive for increased risk taking to meet the investment objective. Whilst we are confident that this would not happen, we feel that amending the investment objective to remove this target is the surest way to mitigate the chance of this happening.

2.3 We believe that removing CPI + 3% and replacing the target return of the Fund with a comparator comprising of an index of portfolios that invest in a similar asset base to the Fund will provide a more meaningful measure of the performance of the Fund than a fixed inflation linked target. More details on the comparator are set out in paragraph 3 below.

2.4 We set out below the current and proposed revised investment objective of the Fund.

Current investment objective	**Revised investment objective**
The objective of the Fund is to achieve a return (income and capital) in excess of the UK Consumer Price Index (CPI) plus 3%, net of fees, over a long term period (5 years). **There is no guarantee that the above return will be achieved over that, or any, time period. Investors should note that, notwithstanding the objective, capital is in fact at risk.**	The objective of the Fund is to achieve a return (income and capital), net of fees, over a long term period (5 years).

3. Introduction of a comparator benchmark

3.1 Following discussions with the Investment Manager, we are proposing to introduce the ARC GBP Steady Growth Private Client Index for performance comparison purposes only. This index is not a target and the Fund is not constrained by it. This index has been selected as a comparator for performance because its relative risk to equity markets (60-80%) is broadly aligned with the Fund's relative risk to equity markets.

4. Impact for you as an investor

4.1 There will be no changes to the current risk level of the Fund. There will also be no changes to the nature or purpose of the Fund as a result of the proposed change set out in this letter. The Synthetic Risk and Reward Indicator (SRRI) will remain at level 4. There will be no changes to the ongoing charges figure (**OCF**) of the Fund as a result of the changes set out in this letter.

5. Costs

5.1 The legal costs of implementing the proposed changes set out above will be borne by the Investment Manager.

5.2 There are no planned changes to the portfolio of the Fund, and therefore no realignment costs.

6. Notice

6.1 We are required to give you notice of the above change, and this letter forms this notice.

If you have any queries regarding the change, please contact us on 0333 300 0375.

If you require any special assistance or have additional needs (for example, you require this document in large print, braille or audio), please get in touch with us.

If you are deaf, have hearing loss or are speech impaired, you can contact us by using the Relay UK service. You can do this either by using the app, or by dialling 18001 before our number using your textphone.

Yours faithfully

For and on behalf of
Thesis Unit Trust Management Limited

Annexure 1

ISINs in respect of the Fund

Share class	ISIN
B EUR Accumulation	GB00BYX1QX26
B EUR Income	GB00BYX1QY33
B GBP Accumulation	GB00BCZXTM29
B GBP Income	GB00BCZXTL12
B USD Accumulation	GB00BL6KK442
B USD Income	GB00BL6KHJ89
C EUR Accumulation	GB00BL6KK665
C EUR Income	GB00BL6KK558
C GBP Accumulation	GB00BCZXTP59
C GBP Income	GB00BCZXTN36
C USD Accumulation	GB00BL6KK889
C USD Income	GB00BL6KK772
D Accumulation	GB00BCZXTR73
D Income	GB00BCZXTQ66
E Accumulation	GB00BLH73Q79
E Income	GB00BLH73M32
M Accumulation	GB00BL6KKB17
M Income	GB00BL6KK996