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PROSPECTUS

of

**TM Timeline NURS Funds**

Consisting of the following Funds:

TM Timeline 100% Equity Fund  
TM Timeline 70-90% Equity Fund  
TM Timeline 50-70% Equity Fund  
TM Timeline 30-50% Equity Fund

An umbrella NURS  
Open-Ended Investment Company

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Valid as at and dated 9 June 2026

This document constitutes the Prospectus for TM Timeline NURS Funds (the **Company**) which has been prepared in accordance with the rules contained in the Collective Investment Schemes Sourcebook (**COLL**) and the Investment Funds Sourcebook (**FUND**) published by the FCA as part of the FCA Handbook made under the Financial Services and Markets Act 2000 (the **Act**).

Thesis Unit Trust Management Limited

Authorised and regulated by the Financial Conduct Authority.

FCA firm reference number: 186882

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**PROSPECTUS**  
**OF**  
**TM Timeline NURS Funds**

The Company has been established as a Non-UCITS retail scheme. It is not intended that the Company or the Funds will be marketed outside the UK. This Prospectus is intended for distribution in the United Kingdom. The distribution of this Prospectus and the offering of Shares in the Company may be restricted in other jurisdictions. Potential Shareholders must inform themselves of the legal requirements and restrictions of their own jurisdiction and act accordingly. This Prospectus does not amount to a solicitation or offer by any person in any jurisdiction in which such solicitation or offer would be unauthorised or unlawful.

In particular, the Shares have not been and will not be registered under the United States Securities Act of 1933, as amended, or any applicable securities laws of any state of the United States of America. They may not be offered or sold directly or indirectly in the United States of America, its territories and possessions, any state of the United States or the District of Columbia, or to US Persons. Any re-offer or resale of any of the Shares in the United States or to US Persons may constitute a violation of United States law. The Company has not been and will not be registered under the United States Investment Company Act of 1940, as amended. The ACD has not been and will not be registered under the United States Investment Advisers Act of 1940, as amended.

The ACD, Thesis Unit Trust Management Limited, is responsible for the information contained in this Prospectus. To the best of the ACD's knowledge and belief (having taken all reasonable care to ensure that such is the case) the information contained in this Prospectus does not contain any untrue or misleading statement or omit any matters required by the COLL and FUND to be included in it. The ACD accepts responsibility accordingly.

The Depositary is not responsible for the information contained in this Prospectus and accordingly does not accept any responsibility under the FCA Rules or otherwise.

The provisions of the Company's Instrument of Incorporation are binding on each of its Shareholders (who are taken to have notice of them).

Copies of this document have been sent to the Financial Conduct Authority and to the Depositary in accordance with the COLL Sourcebook.

This Prospectus is based on information, law and practice at the date hereof. The Company is not bound by any out of date prospectus when it has issued a new prospectus and potential investors should check that they have the most recently published Prospectus. Purchases must be made on the basis of the information contained in the most recently published Prospectus and supplementary documentation, including the latest reports when issued, which are available from the registered office of the ACD. Investors should check with the ACD that this is the most recently published version of the Prospectus.

Potential Shareholders should not treat the contents of this Prospectus as advice relating to legal, taxation, investment or any other matters and are recommended to consult their own professional advisers concerning the acquisition, holding or disposal of Shares.

**IMPORTANT: If you are in any doubt about the contents of this Prospectus you should consult your professional adviser.**

## 1. Definitions

1.1 In this Prospectus the following words and expressions shall have the following meanings:

**Accumulation Shares** means Shares (of whatever Class) as may be in issue from time to time in respect of which income allocated to the Share is credited periodically to capital pursuant to the FCA Rules.

**ACD** means Thesis Unit Trust Management Limited, the authorised corporate director of the Company.

**Act** means the Financial Services and Markets Act 2000.

**Administrator** means Northern Trust Global Services SE, UK branch, or such other entity as is appointed to act as administrator to the Company from time to time.

**AIF** means an alternative investment fund as defined in the FCA Glossary.

**AIFM** means an alternative investment fund manager as defined in the FCA Glossary.

**AIFMD** means the Alternative Investment Fund Managers Directive 2011/61/EU of the European Parliament and of the Council of 08 June 2011 on Alternative Investment Fund Managers and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No 1060/2009 and (EU) No 1095/2010.

**AIFMD Level 2 regulation** as defined in the FCA Glossary.

**AIFMD UK regulation** means the Alternative Investment Fund Managers Regulations 2013 (SI 2013/1773).

**Annual Management Charge** means the annual fee payable to the ACD out of the Scheme Property as described in paragraph 16.4.

**Approved Bank** means in relation to a bank account opened for the Company:

- (a) if the account is opened at a branch in the United Kingdom:
  - (i) the Bank of England; or
  - (ii) the central bank of a member state of the OECD; or
  - (iii) a bank; or
  - (iv) a building society; or
  - (v) a bank which is supervised by the central bank or other banking regulator of a member state of the OECD; or
- (b) if the account is opened elsewhere:
  - (i) a bank in (a); or
  - (ii) a bank which is regulated in the Isle of Man or the Channel Islands; or
- (c) a bank supervised by the South African Reserve Bank,

- (d) a credit institution established in an EEA State and duly authorised by the relevant Home State regulator.

as such definition may be updated in the FCA Glossary from time to time.

**Approved Derivative** means an approved derivative which is traded or dealt on an eligible derivatives market and any transaction in such a derivative must be effected on or under the rules of the market.

**Associate** as defined in the FCA Glossary.

**Auditor** means KPMG LLP, or such other entity as is appointed to act as auditor of the Company from time to time.

**Business Day** means a weekday being Monday to Friday (excluding any public or bank holiday in England).

**CASS** means the requirements relating to holding client assets and client money published by the FCA as part of the FCA Handbook, as amended or replaced from time to time.

**CCP** as defined in the FCA Glossary.

**Class** or **Classes** means in relation to Shares, means (according to the context) all of the Shares or a particular class or classes of Share.

**COLL** refers to the appropriate chapter or rule in The Collective Investment Schemes Sourcebook.

**COLL Sourcebook** means The Collective Investment Schemes Sourcebook issued by the FCA as amended or re-enacted from time to time.

**Company** means TM Timeline NURS Funds.

**conversion** means the exchange of Shares of one Class for Shares of a different Class within the same Fund.

**Custodian** means the person who provides custodian services to the Company, being The Northern Trust Company, and its successor or successors as custodian.

**Cut-Off Point** means the point on a Dealing Day before which orders to buy, sell, switch or convert Shares must be received by the Administrator in order for them to be put into effect at the next Valuation Point. The Cut-Off Point for each Fund is set out in Appendix 1.

**Data Protection Laws** means all applicable laws relating to the processing, privacy and/or use of personal data including the following laws to the extent applicable in the circumstances:

- (a) the UK GDPR;
- (b) the Data Protection Act 2018;
- (c) any laws which implement any such laws;
- (d) any laws which replace, extend, re-enact, consolidate or amend any of the foregoing (whether or not before or after the date of this Prospectus); and

- (e) all final and binding guidance, guidelines and codes of practice issued by any relevant supervisory authority relating to such Data Protection Laws.

**Dealing Day** means Monday to Friday (except for (unless the ACD otherwise decides) Christmas and bank holidays in England and Wales) and any such other day as the ACD may decide from time to time and agree with the Depositary.

**Depositary** means Northern Trust Investor Services Limited, the depositary of the Company.

**Depositary Agreement** means the agreement between the Company, the ACD and the Depositary regarding the appointment of the Depositary.

**Distributor** means Timeline Portfolios Ltd.

**EEA State** means a member state of the European Union and any other state which is within the European Economic Area.

**efficient portfolio management** or **EPM** means techniques and instruments which relate to transferable securities and approved money-market instruments and which fulfil the following criteria:

- (a) they are economically appropriate in that they are realised in a cost-effective way; and
- (b) they are entered into for one or more of the following specific aims:
  - (i) reduction of risk;
  - (ii) reduction of cost; and/or
  - (iii) generation of additional capital or income for the scheme with a risk level which is consistent with the risk profile of the scheme and the risk diversification rules laid down in the FCA Rules.

**Eligible Institution** as defined in the FCA Glossary.

**EMIR** as defined in the FCA Glossary.

**FCA Glossary** means the glossary giving the meanings of the defined expressions used in the FCA Handbook as amended from time to time.

**FCA** means the Financial Conduct Authority of 12 Endeavour Square, London, E20 1JN or such successor regulatory authority from time to time.

**FCA Handbook** means the FCA's Handbook of rules and guidance, as amended from time to time.

**FCA Rules** means the rules contained in the COLL Sourcebook but, for the avoidance of doubt, not including guidance or evidential requirements contained in the COLL Sourcebook.

**Financial Instruments** as defined in the FCA Glossary.

**FUND** means the rules contained in the Investment Funds Sourcebook as part of the FCA's Handbook of rules and guidance made under the Act as it may be amended, supplemented or replaced from time to time.

**Fund or Funds** means a sub-fund of the Company (being part of the Scheme Property of the Company which is pooled separately) and to which specific assets and liabilities of the Company may be allocated and which are invested in accordance with the investment objective applicable to such sub-fund and 'Funds' shall be interpreted accordingly.

**Fund Accountant** means Northern Trust Global Services SE, UK branch, or such other entity as is appointed to act as fund accountant to the Company from time to time.

**Home State** as defined in the FCA Glossary.

**In Specie** means a purchase or sale of Shares that is satisfied not by cash but by the transfer of securities or assets.

**Income Shares** means Shares (of whatever Class) as may be in issue from time to time in respect of which income allocated to the Share is distributed periodically to the Shareholder pursuant to the FCA Rules.

**Initial Offer Period** means a period described under paragraph 6.2.

**Instrument of Incorporation** means the instrument of incorporation constituting the Company as amended from time to time.

**International Tax Compliance Regulations** means The International Tax Compliance Regulations 2015 (SI 2015/878), as amended or re-enacted from time to time.

**Investment Manager** means Timeline Portfolios Ltd and its successor or successors as investment manager.

**ISA** as defined in the FCA Glossary.

**Leverage** bears the meaning as set out in the UK AIFM regime and as further described in paragraph 20.8.

**Net Asset Value** means the value of the Scheme Property of the Company (or of any Fund as the context requires) less the liabilities of the Company (or of the Fund as the context requires) as calculated in accordance with the Company's Instrument of Incorporation.

**Non-UCITS retail scheme (NURS)** means an authorised fund which is not a UK UCITS, a qualified investor scheme or a long-term asset fund.

**OECD** means the Organisation for Economic Co-operation and Development.

**OEIC Regulations** means The Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) as amended or re-enacted from time to time.

**Ongoing Charges Figure** or **OCF** means the measure used to show the annual operating expenses of a particular Class.

**OTC derivative** means over-the-counter derivative.

**Prospectus** means this prospectus of the Company as amended or updated from time to time.

**Register** means the register of Shareholders in the Company.

**Registrar** means the person who maintains the Register, being Northern Trust Global Services SE, UK branch and its successor or successors as registrar.

**SDRT** means stamp duty reserve tax.

**Scheme Property** means the property of the Company or a Fund (as appropriate) to be held by the Depositary for safe-keeping, as required by the FCA Rules.

**Securities Financing Transaction** or **SFT** as defined in the FCA Glossary.

**Securities Financing Transactions Regulation** as defined in the FCA Glossary.

**SYSC** means the Senior Management Arrangement Systems and Controls sourcebook issued by the FCA pursuant to the Act, as amended or replaced from time to time.

**Share** or **Shares** means a share or shares in the Company (including larger denomination Shares and fractions).

**Shareholder** means a holder of registered Shares in the Company.

**Sponsor** means Timeline Portfolios Ltd.

**Sterling** means Pounds Sterling of the United Kingdom.

**switch** means the exchange of Shares of one Class or Fund for Shares of another Class or Fund.

**Sub-Investment Manager** means Northern Trust Global Investments Limited and its successor or successors as investment manager.

**Total Return Swaps** or **TRSs** means total return swaps as defined by the Securities Financing Transactions Regulation.

**UCITS Directive** means the European Parliament and Council Directive of 13 July 2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS) (No. 2009/65/EC), as amended.

**UK GDPR** means Regulation 2016/679 as it forms part of the law of England and Wales, Scotland and Northern Ireland by virtue of section 3 of the European Union (Withdrawal) Act 2018 and as modified by the Data Protection, Privacy and Electronic Communications (Amendments etc) (EU Exit) Regulations 2019.

**UK AIF** as defined in the FCA Glossary.

**UK AIFM** means an AIFM established in the UK and with a permission under Part 4A of the Act to carry on the regulated activity of managing an AIF.

**UK AIFM regime** means:

- (a) the AIFMD UK regulation;
- (b) the AIFMD Level 2 regulation; and
- (c) all other UK law and regulation (including FUND) which, when made, implemented AIFMD in the UK.

**UK UCITS** as defined in the FCA Glossary.

**United Kingdom** or **UK** means the United Kingdom of Great Britain and Northern Ireland.

**United States** or **US** means the United States of America, its territories and possessions, any state of the United States, and the District of Columbia.

**US Person** means a person who is in either of the following two categories:

- (a) a person included in the definition of "U.S. person" under Rule 902 of Regulation S under the 1933 Act; or
- (b) a person excluded from the definition of a "Non-United States person" as used in Commodity Futures Trading Commission (**CFTC**) Rule 4.7.

For the avoidance of doubt, a person is excluded from this definition of US Person only if they are outside both the definition of "U.S. person" in Rule 902 and the definition of "Non-United States person" under CFTC Rule 4.7.

**Valuation Point** means the point on a Dealing Day whether on a periodic basis or for a particular valuation, at which the ACD carries out a valuation of the Scheme Property for the purpose of determining the price at which Shares may be issued, cancelled or redeemed. The current Valuation Point is normally at 10.30 pm London time on a Dealing Day. Special valuations may take place if at any time the ACD considers it desirable to do so.

**VAT** means value added tax.

**1933 Act** means the United States Securities Act of 1933 (as may be amended or re-enacted).

- 1.2 Headings used in this Prospectus are for convenience only and shall not affect their meaning or legal effect.
- 1.3 References in the main body of this Prospectus to **paragraphs** mean paragraphs in the main body of this Prospectus unless otherwise stated. Similarly, references in an Appendix to **paragraphs** mean paragraphs in the relevant Appendix unless otherwise stated.
- 1.4 References to the plural shall include the singular and vice versa.
- 1.5 Unless otherwise defined in paragraph 1.1 above or elsewhere in this Prospectus, words or expressions defined in, or for the purposes of, the OEIC Regulations, the Act or the FCA Handbook shall bear the same meanings in this Prospectus.
- 1.6 References to statutes, statutory provisions or regulations (including any provision of the FCA Handbook) shall include those statutes, provisions, regulations, or provision of the FCA Handbook as amended, extended, consolidated, substituted or re-enacted from time to time and, in particular, references to Regulations and/or Directives of the European Union shall, where appropriate, include all domestic law and regulation enacted (or re-enacted) for the purpose of bringing such European Union law and regulation into domestic law and regulation.

## **2. Details of the Company**

- 2.1 TM Timeline NURS Funds is an investment company with variable capital authorised by the FCA for the purposes of the OEIC Regulations and incorporated in England

and Wales.

- 2.2 Authorised with effect from: 8 July 2025
- 2.3 Company registration number: IC317088
- 2.4 Company FCA product reference number: 1037857
- 2.5 Company head office address (**Head Office**) and registered office is:
- Exchange Building  
St John's Street  
Chichester  
West Sussex  
PO19 1UP
- 2.6 The Company has an unlimited duration.
- 2.7 Shareholders are not liable for the debts of the Company.
- 2.8 The Company is a NURS established in the UK and will be marketed to the public in the UK. It is not intended that the Company will be marketed outside the UK.
- 2.9 The Head Office is the address of the place in the United Kingdom for service on the Company of notices or other documents required or authorised to be served on it.
- 2.10 The base currency of the Company and each Fund is Pounds Sterling.
- 2.11 Share Capital:
- Maximum £100,000,000,000
  - Minimum £100
- 2.12 Shares have no par value. The share capital of the Company at all times equals the sum of the Net Asset Values of each of the Funds.
- 2.13 The circumstances, and procedure for winding up the Company (or terminating a Fund), is set out under paragraph 19.

### **3. Structure of the Company**

- 3.1 The Company is structured as an umbrella company in that different Funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new Fund or Class, a revised prospectus will be prepared setting out the relevant details of each Fund or Class.
- 3.2 The assets of each Fund will be treated as separate from those of every other Fund and will be invested in accordance with the investment objective and investment policy applicable to that Fund.
- 3.3 Details of the Funds, including their investment objectives and policies, are set out in Appendix 1. Each Fund is structured as a NURS.
- 3.4 Any limitations on the investment policies (under Appendix 1) are set out in the investment and borrowing powers under Appendix 2.
- 3.5 It is intended that all Funds will qualify for ISAs and ISA investors will be accepted

in the Fund provided the investor has their own ISA manager. For avoidance of doubt, the ACD does not act as ISA manager.

- 3.6 Each Fund has a specific portfolio to which that Fund's assets and liabilities are attributable. So far as the Shareholders are concerned, each Fund is treated as a separate entity and each Fund has a specific segregated portfolio of assets to which any liabilities attributable or allocated to a particular Fund shall be met out of the Scheme Property attributable to that Fund. Further details are set out under paragraph 9.6.
- 3.7 Subject to the above, each Fund will be charged with the liabilities, expenses, costs and charges of the Company attributable to that Fund and within the Fund charges will be allocated between Classes in accordance with the terms of issue of Shares of those Classes.

#### **4. Shares**

- 4.1 Different Classes of Shares may be issued in respect of each Fund. The Classes of Share are distinguished by their criteria for subscription and fee structure. The Company may issue Accumulation Shares and/or Income Shares.
- 4.2 Further details of the Shares presently available for each Fund, including details of their criteria for subscription and fee structure, are set out in Appendix 1.
- 4.3 Holders of Income Shares are entitled to be paid the income attributed to such Shares on the relevant allocation dates set out in Appendix 1 in respect of each Fund. Holders of Accumulation Shares are not entitled to be paid the income attributable to such Shares, but that income is automatically transferred to (and retained as part of) the capital assets of the relevant Fund at the end of the relevant distribution period and is reflected in the price of an Accumulation Share.
- 4.4 Where a Fund has different Classes, each Class may attract different charges and so monies may be deducted from Classes in unequal proportions. In these circumstances the proportionate interests of the Classes within a Fund will be adjusted accordingly.
- 4.5 Shareholders are entitled (subject to certain restrictions) to switch all or part of their Shares in a Class or a Fund for Shares in another Class within the same Fund or for Shares of the same or another Class within a different Fund of the Company. Details of this switching facility and the restrictions are set in paragraph 6.5 below.
- 4.6 The Company may introduce a regular savings facility at a later date.
- 4.7 Shares in the Company are not listed or dealt on any investment exchange.
- 4.8 Where any changes are proposed to be made to the Company or a Fund the ACD will assess whether the change is fundamental, significant or notifiable in accordance with COLL 4.3. If the change is regarded as fundamental, Shareholder approval will be required. If the change is regarded as significant, not less than 60 days' prior written notice will be given to Shareholders. If the change is regarded as notifiable, Shareholders will receive suitable notice of the change.

#### **5. Investment Objectives, Policies and other details of the Funds**

- 5.1 Investment of the assets of each of the Funds must comply with the COLL Sourcebook and the investment objective and policy of the relevant Fund. Details of these investment objectives and policies are set out in Appendix 1.

- 5.2 The eligible markets on which the Funds may invest are set out in Appendix 4. A detailed statement of the general investment and borrowing restrictions and the extent to which the Company may employ EPM techniques is set out in Appendix 2.
- 5.3 Once available, historical performance data for each Fund will be set out in Appendix 5.
- 5.4 The Investor Profile of each of the Funds is set out in Appendix 1.
- 5.5 The Investment Manager to each Fund is Timeline Portfolios Ltd, whose address is set out in Appendix 8.

## **6. Buying, redeeming, switching and conversion of Shares**

### **6.1 Introduction**

- 6.1.1 The dealing office of the ACD is open from 9.00 am until 5.00 p.m. on each Dealing Day to receive requests for the purchase, redemption, switching and conversion of Shares. Investment of the assets of each of the Funds must comply with the COLL Sourcebook and the investment objective and policy of the relevant Funds. Details of these investment objectives and policies are set out in Appendix 1.
- 6.1.2 The eligible markets on which the Funds may invest are set out in Appendix 4. A detailed statement of the general investment and borrowing restrictions and the extent to which the Company may employ EPM techniques is set out in Appendix 2.
- 6.1.3 Once available, historical performance data for each Fund will be set out in Appendix 5.
- 6.1.4 Subject to and in accordance with the COLL Sourcebook the issue or cancellation of Shares may take place through the Company directly.
- 6.1.5 It is the ACD's policy generally not to hold Shares or seek to make a profit from holding Shares.

### **6.2 Initial Offer Period**

- 6.2.1 The ACD may arrange for there to be an Initial Offer Period in respect of a Fund, commencing on the date of launch of the relevant Fund and ending as specified by the ACD. During that period, the price at which Shares in that Fund can be bought will be as fixed by the ACD and notified to the Depositary at or before the start of that period.
- 6.2.2 During any Initial Offer Period the initial price of Shares will be £100.

### **6.3 Buying Shares**

#### **Procedure**

- 6.3.1 Shares may be bought directly from the ACD or through your professional adviser or other intermediary.
- 6.3.2 Shares in all Funds can be bought by sending an application form to the ACD, the Registrar or by obtaining an application form by telephoning the ACD's Customer Enquiry Line on 0333 300 0375. Alternatively, Shares may be purchased through the means of electronic communications (as

set out in paragraph 6.3.8). Application forms may be obtained from the Distributor, the ACD or the Registrar.

- 6.3.3 In addition, the ACD may from time to time make arrangements to allow Shares to be bought on-line or through other communication media. The ACD has the right to reject, on reasonable grounds relating to the circumstances of the applicant, any application for Shares in whole or part, and in this event the ACD will return any money sent, or the balance of such monies, at the risk of the applicant.
- 6.3.4 A subscription request must be received by the ACD before the Cut-Off Point on a Dealing Day in the relevant Fund or Funds concerned to be dealt with at the prices at the Valuation Point on that Dealing Day. Subscription requests received after a Cut-Off Point will be held over until the next day that is a Dealing Day in the relevant Fund or Funds.
- 6.3.5 Any subscription monies remaining after a whole number of Shares have been issued will not be returned to the applicant. Instead, smaller denomination Shares will be issued. A smaller denomination Share is equivalent to one ten thousandth of a larger denomination Share.
- 6.3.6 Remittances should be in Sterling.
- 6.3.7 Investors buy and redeem Shares through the ACD who nets them to reduce the number of Shares issued/cancelled by the relevant Fund. When carrying out deals in Shares, the ACD acts as principal but does not profit from this activity.

#### **Electronic Communications**

- 6.3.8 The ACD will accept instructions to transfer or renunciation of title to Shares on the basis of an authority communicated by electronic means and sent by the Shareholder, or delivered on their behalf by a person that is authorised by the FCA or regulated in another jurisdiction by an equivalent supervisory authority, subject to:
  - (a) Prior agreement between the ACD and the person making the communication as to:
    - (i) the electronic media by which such communications may be delivered; and
    - (ii) how such communications will be identified as conveying the necessary authority; and
  - (b) Assurance from any person who may give such authority on behalf of the investor that they will have obtained the required appointment in writing from the Shareholder.

#### **Documents the buyer will receive**

- 6.3.9 A contract note giving details of the number and price of Shares bought will be issued no later than the end of the Business Day following the later of receipt of the application to buy Shares and the Valuation Point by reference to which the price is determined, together with, where appropriate, a notice of the applicant's right to cancel.
- 6.3.10 Settlement is due within two Business Days of the relevant Dealing Day.

If settlement is not made within a reasonable period, then the ACD has the right to cancel any Shares issued in respect of the application.

- 6.3.11 Share certificates will not be issued in respect of Shares. Ownership of Shares will be evidenced by an entry on the Register. Statements in respect of periodic distributions on Shares will show the number of Shares held by the recipient. Individual statements of a Shareholder's (or, when Shares are jointly held, the first-named holder's) Shares will also be issued at any time on request by the registered holder.
- 6.3.12 The Company will not issue bearer shares.

#### **Minimum Subscriptions and Holdings**

- 6.3.13 The minimum initial subscription for each Class of Shares in a Fund is set out in Appendix 1. The minimum holding amount in respect of each Fund is set out in Appendix 1. The ACD may at its discretion accept subscriptions and holdings lower than the minimum amount.
- 6.3.14 If, following a redemption, a holding in any Class of Share should fall below the minimum holding for that Class, the ACD has a discretion to require redemption of that Shareholder's entire holding in that Class of Share.

### **6.4 Redeeming Shares**

#### **Procedure**

- 6.4.1 Every Shareholder has the right to require that the Company redeem their Shares on any Dealing Day unless the value of Shares which a Shareholder wishes to redeem will mean that the Shareholder will hold Shares with a value less than the required minimum holding in the relevant Class, in which case the Shareholder may be required to redeem their entire holding in that Class of Share in the relevant Fund.
- 6.4.2 Shares in all Funds can be redeemed by making a request to redeem to the Registrar, by telephoning 0333 300 0375 and through financial intermediaries. In addition, the ACD may from time to time make arrangements to allow Shares to be redeemed on-line or through other communication media.
- 6.4.3 A request to redeem must be received by the ACD before the Cut-Off Point on a Dealing Day in the relevant Fund or Funds concerned to be dealt with at the prices at the Valuation Point on that Dealing Day. Redemption requests received after a Cut-Off will be held over until the next day that is a Dealing Day in the relevant Fund or Funds.

#### **Documents a redeeming Shareholder will receive**

- 6.4.4 A contract note giving details of the number and price of Shares redeemed will be sent to the redeeming Shareholder (or the first-named Shareholder, in the case of joint Shareholders) together with (if sufficient written instructions have not already been given) a form of renunciation for completion and execution by the Shareholder (or, in the case of a joint holding, by all the joint Shareholders) no later than the end of the Business Day following the later of the request to redeem Shares or the

Valuation Point by reference to which the price is determined. Payment in satisfaction of the redemption monies will be sent by BACS within two Business Days of the later of (a) receipt by the ACD of the form of renunciation (or other sufficient written instructions) duly signed and completed by all the relevant Shareholders together with any other appropriate evidence of title, and (b) the Valuation Point following receipt by the ACD of the request to redeem.

### **Minimum Redemption**

- 6.4.5 Part of a Shareholder's holding may be redeemed but the ACD reserves the right to refuse a redemption request if the value of the Shares of any Fund to be redeemed is less than the value outlined in Appendix 1.

### **Deferred Redemptions**

- 6.4.6 If requested redemptions at a Valuation Point exceed 10% of a Fund's value, in order to protect the interests of continuing Shareholders the redemptions may be deferred to the next Valuation Point in accordance with procedures that ensure the consistent treatment of Shareholders who have sought to redeem at that Valuation Point. The procedures are that to the extent redemption requests are deferred, deferral will be pro-rata based on the value of Shares being redeemed (provided that the ACD may determine in its discretion a value threshold below which all redemptions will be effected, and above which the foregoing pro-rata deferral shall apply) and that all deals relating to an earlier Valuation Point are completed before those relating to a later Valuation Point.

## **6.5 Switching**

- 6.5.1 A Shareholder in a Fund may at any time switch all or some of their Shares of one Class or Fund (**Original Shares**) for Shares of another Class or Fund (**New Shares**), subject to the restrictions defined in this Prospectus. The number of New Shares issued will be determined by reference to the respective prices of New Shares and Original Shares at the Valuation Point applicable at the time the Original Shares are redeemed and the New Shares are issued.
- 6.5.2 A request to switch may be made in writing to the Registrar, by telephoning 0333 300 0375 and through financial intermediaries. The Shareholder will be required to provide written instructions to the Registrar or their client adviser, as appropriate (which, in the case of joint Shareholders must be signed by all the joint Shareholders) before switching is effected.
- 6.5.3 If the switch would result in the Shareholder holding a number of Original Shares or New Shares of a value which is less than the minimum holding in the Class concerned, the ACD may, if it thinks fit, convert the whole of the applicant's holding of Original Shares to New Shares (and made a charge on switching) or refuse to effect any switch of the Original Shares. No switch will be allowed during any period when the right of Shareholders to require the redemption of their Shares is suspended. Save as otherwise specifically set out, the general provisions on procedures relating to redemption will apply equally to a switch. A request to switch must be received by the ACD before the Cut-Off Point on a Dealing Day in the relevant Fund or Funds concerned to be dealt with at the prices at the Valuation Point on that Dealing Day. Switching requests received after a Cut-Off Point will be held over until the next day that is a Dealing Day in

the relevant Fund or Funds.

- 6.5.4 The ACD may adjust the number of New Shares to be issued to reflect the application of any charge on switching together with any other charges, or dilution adjustments in respect of the application for the New Shares or redemption or cancellation of the Original Shares as may be permitted pursuant to the COLL Sourcebook.
- 6.5.5 **Please note that a switch of Shares in one Fund for Shares in any other Fund is treated as a redemption of the Original Shares and a purchase of New Shares and will, for persons subject to United Kingdom taxation, be a realisation for the purposes of capital gains taxation. However, a switch between Classes of Shares in any one Fund is generally not treated as a redemption and sale and, as such, should not give rise to a liability to capital gains tax.**
- 6.5.6 **A Shareholder who switches Shares in one Fund for Shares in any other Fund (or who switches between Classes of Shares) will not be given a right by law to withdraw from or cancel the transaction.**

## 6.6 Share Class Conversions

- 6.6.1 If applicable, a holder of Shares in a Class (**Old Class Shares**) of a Fund may exchange all or some of their Shares for Shares of a different Class within the same Fund (**New Class Shares**). An exchange of Old Class Shares for New Class Shares will be processed as a conversion (**Share Class Conversion**). Unlike a switch, a conversion of Old Class Shares into New Class Shares will not involve a redemption and issue of shares. For the purposes of income equalisation the New Class Shares will receive the same treatment as the Old Class Shares.
- 6.6.2 The number of New Class Shares issued will be determined by a conversion factor calculated by reference to the respective prices of New Class Shares and Old Class Shares at the Valuation Point applicable at the time the Old Class Shares are converted to New Class Shares.
- 6.6.3 Conversions may be effected by making a request to convert in writing to the Registrar, by telephoning 0333 300 0375 and through financial intermediaries. The Shareholder will be required to provide written instructions to the Registrar or its client adviser, as appropriate (which, in the case of joint Shareholders must be signed by all the joint Shareholders) before a conversion is effected.
- 6.6.4 A conversion request must be received by the ACD before the Cut-Off Point on a Dealing Day in the relevant Fund or Funds concerned to be dealt with at the prices at the Valuation Point on that Dealing Day. Conversion requests received after a Cut-Off Point will be held over until the next day that is a Dealing Day in the relevant Fund or Funds.
- 6.6.5 A contract note giving details of the conversion will be sent on or before the Business Day next following the relevant Dealing Day.
- 6.6.6 A converting Shareholder must be eligible to hold the Shares into which the conversion is to be made.
- 6.6.7 If the conversion would result in the Shareholder holding a number of Old Class Shares or New Class Shares of a value which is less than the minimum holding in the Share Class concerned, the ACD may, if it thinks

fit, convert the whole of the applicant's holding of Old Class Shares to New Class Shares or refuse to effect any conversion of the Old Class Shares. No conversion will be made during any period when the right of Shareholders to require the conversion of their Shares is suspended.

- 6.6.8 Save as otherwise specifically set out, the general provisions on procedures relating to redemptions will apply equally to a conversion.
- 6.6.9 Please note that, under current tax law, a conversion of Shares between different Share Classes in the same Fund will not be deemed to be a realisation for the purposes of capital gains taxation.
- 6.6.10 A Shareholder who converts their Shares in one Share Class to Shares in a different Share class in the same Fund will not be given a right by law to withdraw from or cancel the transaction.

## 6.7 **Dealing charges**

- 6.7.1 The price per Share at which Shares are bought or redeemed is the Net Asset Value per Share and any dilution adjustment that may be applied. Any preliminary charge or redemption charge is payable in addition to the price.

### **Preliminary Charge**

- 6.7.2 The ACD may impose a charge on the price of Shares in each Class. Details of the preliminary charges, if any, levied on any class of Shares is set out in Appendix 1.

### **Redemption Charge**

- 6.7.3 The ACD may make a charge on the redemption of Shares in each Class. At present no redemption charge is levied on any Class of Shares.
- 6.7.4 The ACD may introduce a redemption charge on any Class of Shares or vary the rate or method of calculation of any redemption charge only in accordance with the FCA Rules and after the ACD has made available a revised version of this Prospectus showing the rate of charge and its commencement. Any redemption charge introduced will apply only to Shares sold since its introduction but not to Shares previously in issue.

### **Charges on Switching**

- 6.7.5 On the switching of Shares between Funds or Classes in the Company the Instrument of Incorporation authorises the Company to impose a charge on switching. The charge will not exceed an amount equal to the then prevailing preliminary charge for the New Shares. If a redemption charge is payable in respect of the Original Shares, this may become payable instead of, or as well as, the then prevailing preliminary charge for the New Shares. The ACD does not currently charge a switching fee.

### **New Charges and Increase in Charges**

- 6.7.6 The ACD may, at any time, introduce a new charge or expense or increase the rate of a current charge or expense only in accordance with the COLL Sourcebook and after the ACD has made available a revised Prospectus showing the new charge or expense or the proposed increase and its commencement date.

## 6.8 Dilution adjustment

- 6.8.1 In order to mitigate the effect of dilution, the ACD may at its discretion adjust the sale and purchase price of Shares to take into account the possible effects of dilution to arrive at the price of the Shares. This practise is known as making a "dilution adjustment" or operating "single swinging pricing". The power to make a dilution adjustment may only be exercised for the purpose of reducing dilution in the relevant Fund. If the price of the Shares does contain a dilution adjustment, such dilution adjustment will be paid into the relevant Fund and will become part of the property of the relevant Fund, thus mitigating the effects of dilution that would otherwise constrain the future growth of the relevant Fund.
- 6.8.2 The ACD reserves the right to make a dilution adjustment every Dealing Day. The dilution adjustment is calculated using the estimated dealing costs of the relevant Fund's underlying investments and taking into consideration any dealing spreads, commission and transfer taxes.
- 6.8.3 The ACD may in its discretion make a dilution adjustment if, in its opinion, the existing Shareholders, in the case of subscriptions, or remaining Shareholders, in the case of redemptions, might otherwise be adversely affected, and making a dilution adjustment is, so far as practicable, fair to all Shareholders and potential Shareholders. In particular, without limitation, the dilution adjustment may be made in the following circumstances:
- (a) where the relevant Fund is experiencing a large net subscription position or a large net redemption position relative to its size on any Dealing Day measured based on the deals on that Dealing Day; or
  - (b) in any other case where the ACD is of the opinion that the interests of Shareholders or potential Shareholders of the Fund requires the imposition of a dilution adjustment.
- 6.8.4 The dilution adjustment will normally be the full adjustment to Net Asset Value referred to above. The adjustment will be reviewed by the ACD on a quarterly basis, in line with the actual costs incurred during the preceding quarter and will be at the discretion of the ACD.
- 6.8.5 The price of Shares of each Class will be calculated separately but any dilution adjustment will in percentage terms affect the price of Shares of each Class identically. The ACD's decision on whether or not to make this adjustment, and at what level this adjustment might be made in a particular case or generally, will not prevent it from making a different decision on future similar transactions.
- 6.8.6 In the event that a dilution adjustment is made it will be applied to all transactions on the relevant Dealing Day and all transactions on that day will be dealt at a price inclusive of the dilution adjustment.
- 6.8.7 On the occasions when a dilution adjustment is not applied, if the relevant Fund is in a net subscription position or a net redemption position, there may be an adverse impact on the assets of the relevant Fund attributable to each underlying Share, although the ACD does not consider this to be likely to be material in relation to the potential future growth in value of a Share over the medium to long term.
- 6.8.8 As dilution is directly related to the inflows and outflows of monies from a

Fund it is not possible to predict accurately whether dilution is likely to occur at any future point in time or how frequently the ACD will need to make such a dilution adjustment. The actual dilution adjustment applied will depend on market conditions at or around the time at which a subscription or redemption application is accepted by the ACD. Based on future projections, it is anticipated that a dilution adjustment would be applied at a rate of up to 0.20% of the relevant price on subscription of Shares and up to 0.10% of the relevant price on redemption of Shares and will be applied to approximately 10 transactions per annum in each Fund.

6.8.9 The table below shows historic information on dilution adjustments to the Share price:

| Name                                  | Estimated Dilution Adjustment applicable for purchases (subscription) as at 31 December 2025 | Estimated Dilution Adjustment applicable for sales (redemption) as at 31 December 2025 | Number of days on which a Dilution Adjustment has been applied over the period 1 January 2025 to 31 December 2025 |
|---------------------------------------|--|--|---|
| <b>TM Timeline 100% Equity Fund</b>   | 0.127%   | 0.01%  | 15  |
| <b>TM Timeline 70-90% Equity Fund</b> | 0.111%   | 0.009%   | 18  |
| <b>TM Timeline 50-70% Equity Fund</b> | 0.093%   | 0.007%   | 23  |
| <b>TM Timeline 30-50% Equity Fund</b> | 0.075%   | 0.006%   | 4   |

## 6.9 Market timing

6.9.1 The ACD may refuse to accept a new subscription in a Fund or a switch from another Fund if, in the opinion of the ACD, it has reasonable grounds for refusing to accept a subscription or a switch from them. In particular, the ACD may exercise this discretion if it believes the Shareholder has been or intends to engage in market timing.

6.9.2 For these purposes, market timing activities include investment techniques which involve short term trading in and out of Shares generally to take advantage of variation in the price of Shares between the daily Valuation Point in the Funds. Short term trading of this nature may often be detrimental to long term Shareholders, in particular, the frequency of dealing may lead to additional dealing costs which can affect long term performance.

## 6.10 Money laundering

6.10.1 As a result of legislation in force in the United Kingdom to prevent money laundering, the ACD is responsible for compliance with money laundering regulations. In order to implement these procedures, in certain circumstances investors may be asked to provide proof of identity when buying or redeeming Shares. Until satisfactory proof of identity is provided, the ACD reserves the right to refuse to issue Shares, pay the

proceeds of the redemption of Shares, or pay income on Shares to the investor.

- 6.10.2 Please refer to 'Electronic verification' under 'General Information' for more detail.
- 6.10.3 In the UK, a 'relevant body' may commit an offence where it fails to prevent a person acting on its behalf from facilitating tax evasion (whether by an individual or legal entity). The 'relevant body' will not be guilty of a criminal offence if it can be demonstrated that reasonable prevention procedures were in place which were designed to prevent such facilitation occurring. The ACD reserves the right to adopt such practices and procedures as it deems at any point necessary to avoid committing an offence under this or any other anti-money laundering law or regulation.

## 6.11 Transfers

- 6.11.1 Shareholders are entitled to transfer their Shares to another person or body who is eligible to hold Shares. All transfers must be in writing in the form of an instrument of transfer approved by the ACD for this purpose. Completed instruments of transfer must be returned to the ACD in order for the transfer to be registered by the ACD. The ACD may refuse to register a transfer unless an amount equivalent to the applicable SDRT has been paid.

## 6.12 Restrictions and compulsory transfer and redemption

- 6.12.1 The ACD may from time to time impose such restrictions as it may think necessary for the purpose of ensuring that no Shares are acquired or held by any person in breach of the law or governmental regulation (or any interpretation of a law or regulation by a competent authority) of any country or territory or which would result in the Company incurring any liability to taxation which the Company is not able to recoup itself or suffering any other adverse consequence. In this connection, the ACD may, inter alia, reject in its discretion any application for the purchase, redemption, transfer or switching of Shares.
- 6.12.2 If it comes to the notice of the ACD that any Shares (**affected Shares**):
- (a) are owned directly or beneficially in breach of any law or governmental regulation (or any interpretation of a law or regulation by a competent authority) of any country or territory; or
  - (b) would result in the Company incurring any liability to taxation which the Company would not be able to recoup itself or suffering any other adverse consequence (including a requirement to register under any securities or investment or similar laws or governmental regulation of any country or territory); or
  - (c) are held in any manner by virtue of which the Shareholder or Shareholders in question is/are not qualified to hold such Shares or if it reasonably believes this to be the case;

the ACD may give notice to the Shareholder(s) of the affected Shares requiring the transfer of such Shares to a person who is qualified or entitled to own them or that a request in writing is given for the redemption of such Shares in accordance with the COLL Sourcebook. If any Shareholder upon whom such a notice is served does not within

30 days after the date of such notice transfer their affected Shares to a person qualified to own them or submit a written request for their redemption to the ACD or establish to the satisfaction of the ACD (whose judgement is final and binding) that they or the beneficial owner is qualified and entitled to own the affected Shares, they shall be deemed upon the expiry of that thirty day period to have given a request in writing for the redemption or cancellation (at the discretion of the ACD) of all the affected Shares.

- 6.12.3 A Shareholder who becomes aware that they are holding or owns affected Shares shall immediately, unless they have already received a notice as set out above, either transfer all their affected Shares to a person qualified to own them or submit a request in writing to the ACD for the redemption of all their affected Shares.
- 6.12.4 Where a request in writing is given or deemed to be given for the redemption of affected Shares, such redemption will be effected in the same manner as provided for under the COLL Sourcebook.
- 6.12.5 The ACD may also, in its sole discretion, convert or switch some or all of the Shares held by any Shareholder from one Class to another Class in the same Fund, provided that the terms of the original Shares are substantially similar to the new Shares and, in any event, the conversion or switch does not materially prejudice any such Shareholder. The ACD will provide the Shareholder with 60 days' prior written notice of any such conversion or switch. Please note that, under current tax law, a conversion or switch of Shares between different Classes in the same Fund will not be deemed to be a realisation for the purposes of capital gains taxation.

#### 6.13 **Issue of Shares in exchange for In Specie assets**

- 6.13.1 The ACD may arrange for the Company to issue Shares in exchange for assets other than cash, but will only do so where the Depositary has taken reasonable care to determine, in accordance with the COLL Sourcebook, that the Company's acquisition of those assets in exchange for the Shares concerned is not likely to result in any material prejudice to the interests of Shareholders.
- 6.13.2 The ACD will ensure that the beneficial interest in the assets is transferred to the Company with effect from the issue of the Shares.
- 6.13.3 The ACD will not issue Shares in any Fund in exchange for assets the holding of which would be inconsistent with the investment objective of that Fund.

#### 6.14 **In Specie redemptions**

- 6.14.1 If a Shareholder requests the redemption of Shares the ACD may, where it considers the deal to be substantial in relation to the total size of the Fund concerned or in some way advantageous or detrimental to the Fund, arrange, having given prior notice in writing to the Shareholder that in place of payment for the Shares in cash, the Company transfers property or, if required by the Shareholder, the net proceeds of sale of the relevant property, to the Shareholder.
- 6.14.2 The ACD will select the property to be transferred in consultation with the Depositary. The Depositary must take reasonable care to ensure that the property transferred would not be likely to result in any material prejudice

to the interests of Shareholders.

## 6.15 **Suspension of dealings in the Company**

- 6.15.1 The ACD may, with the prior agreement of the Depositary, or must if the Depositary so requires, temporarily suspend the issue, cancellation, sale and redemption of Shares (including any purchase and redemption on switching) in any or all of the Funds where due to exceptional circumstances it is in the interests of Shareholders in the affected Funds (for example, but without limitation, on the closure or suspension of dealing on a relevant stock exchange, or the inability of the ACD to ascertain properly the value of any or all of the assets or realise any or all of the assets of a Fund). The ACD or the Depositary must immediately inform the FCA of the suspension.
- 6.15.2 Notice of the suspension will be provided to Shareholders in the affected Funds as soon as practicable after commencement of the suspension. The notification will draw Shareholders' attention to the exceptional circumstances which resulted in the suspension, and inform Shareholders how to obtain the information described in the following sentence. The ACD will publish (on its website or by other means) sufficient details to keep Shareholders appropriately informed about the suspension including, if known, its likely duration. During the suspension, the ACD shall not be obliged to deal in the Shares, but must comply with as many of its obligations regarding valuation and pricing as are practicable in the light of the suspension. The ACD and Depositary must review any such suspension at least every 28 days and inform the FCA of the results of their review. Any such suspension may only continue so long as it is justified having regard to the interest of Shareholders.
- 6.15.3 The ACD may agree, during the suspension, to deal in Shares in which case all deals accepted during, and outstanding prior to, the suspension will be undertaken at a price calculated at the first Valuation Point after restart of dealing in Shares.
- 6.15.4 Recalculation of the Share price for the purposes of purchases and redemptions will commence on the next relevant Valuation Point following the ending of the suspension.

## 6.16 **Governing law**

- 6.16.1 All deals in Shares are governed by English law.
- 6.16.2 The Company, the Instrument of Incorporation and this Prospectus are governed by the laws of England and Wales. The Company, the ACD and shareholders will be subject to the exclusive jurisdiction of the courts of England and Wales to settle any dispute or claim arising out of or in connection with a shareholder's investment or any related matter.
- 6.16.3 The FUND sourcebook requires the ACD to give details of legal instruments providing for the recognition and enforcement of judgments in England and Wales (which is the jurisdiction in which the ACD and the Company are established). The laws of England and Wales provide a number of legal mechanisms for the recognition and enforcement of judgments.

## 6.17 **Client Money Rules**

- 6.17.1 The FCA Handbook contains provisions (known as the **Client Money**

**Rules**) designed to safeguard client money in the hands of authorised persons. However, the CASS rules also provide that money need not be treated as client money in respect of a delivery versus payment transaction, for the purpose of settling a transaction in relation to units in a regulated collective investment scheme such as the Company, provided that:

- (a) the ACD receives the money from a client in relation to the ACD's obligation to issue Shares in the fund in accordance with COLL; or
- (b) the money is held in the course of redeeming Shares, where the proceeds are paid to the client within the timeframe specified in COLL.

6.17.2 Where money is received in either of the circumstances set out in paragraph 6.17.1(a) or paragraph 6.17.1(b) above, the ACD must cease to operate the exemption if, by close of business on the Business Day following receipt of the money, it has not paid it over to the Depository or the client or, if direct issues and cancellations of Shares by the Company are permitted, to the Company, as applicable.

6.17.3 In order to facilitate management of the Company, the ACD makes use of the delivery versus payment exemption on the issue of Shares in respect of money received other than in the form of cheques. Money received in other payment forms for the issue of Shares is, therefore, not protected under the Client Money Rules until the delivery versus payment exemption period has expired. Money received by the ACD in the form of redemptions, cheques or other remittances is paid directly into a client money account maintained by the ACD with an Approved Bank, and protected in line with the Client Money Rules. No interest is payable by the ACD on monies credited to this account.

6.17.4 Money deposited into an account with a third party may have a security interest, lien or right of set-off in relation to the money, to the extent permitted by the Client Money Rules.

6.17.5 In certain circumstances, if the ACD has lost touch with an investor, the ACD will be permitted to pay the investor's client money balance to a registered charity after six years. The ACD will not do so until reasonable efforts have been made to contact the investor. The investor will still be entitled to recover this money from the ACD at a later date irrespective of whether the ACD has paid the money to charity. This is subject to the rules in the COLL Sourcebook, which require the ACD to transfer any distribution payment which remains unclaimed after a period of six years from the date of payment to the Fund's capital property.

## **7. Valuation of the Company**

7.1 The price of a Share is calculated by reference to the Net Asset Value of the Fund to which it relates. There shall only be a single price for a Share in any Fund. The Net Asset Value per Share is currently calculated at 10.30 pm on each Dealing Day.

7.2 The ACD may at any time during a Business Day carry out an additional valuation if it considers it desirable to do so.

7.3 Valuations may be carried out for effecting a scheme of amalgamation or reconstruction which do not create a valuation point for the purposes of dealings. Where permitted and subject to the OEIC Regulations and the COLL Sourcebook, the

ACD may in certain circumstances (for example where a significant event has occurred since the closure of a market) substitute a price with a more appropriate price which in its opinion reflects a fair and reasonable price for that investment.

- 7.4 The ACD will, upon completion of each valuation, notify the Depositary of the price of Shares, of each Class of each Fund and the amount of any dilution adjustment applicable in respect of any purchase or redemption of Shares, except where calculated purely for performance purposes.

## **8. Net Asset Value**

### **8.1 Calculation of the Net Asset Value**

The value of the property of the Company or Fund (as the case may be) shall be the value of its assets less the value of its liabilities determined in accordance with the following provisions.

- 8.1.1 All the property (including receivables) is to be included, subject to the following provisions.
- 8.1.2 Property which is not cash (or other assets dealt with in paragraph 8.1.3 below) or a contingent liability transaction shall be valued as follows and the prices used shall (subject as follows) be the most recent prices which it is practicable to obtain:
- (a) units or shares in a collective investment scheme:
    - (i) if a single price for buying and redeeming units or shares is quoted, at that price; or
    - (ii) if separate buying and redemption prices are quoted, at the average of the two prices provided the buying price has been reduced by any preliminary charge included therein and the redemption price has been increased by any exit or redemption charge attributable thereto; or
    - (iii) if, in the opinion of the ACD, the price obtained is unreliable or no recent traded price is available or if no recent price exists, or, if the most recent price available does not reflect the ACD's best estimate of the value of the units or shares, at a value which, in the opinion of the ACD, is fair and reasonable;
  - (b) any other transferable security:
    - (i) if a single price for buying and redeeming the security is quoted, at that price; or
    - (ii) if separate buying and redemption prices are quoted, at the average of the two prices; or
    - (iii) if, in the opinion of the ACD, the price obtained is unreliable or no recent traded price is available or if no recent price exists, or, if the most recent price available does not reflect the ACD's best estimate of the value of the security, at a value which in the opinion of the ACD, is fair and reasonable;
- 8.1.3 Property other than that described in paragraphs 8.1.2(a) and 8.1.2(b)

above at a value which, in the opinion of the ACD, is fair and reasonable.

- 8.1.4 Cash and amounts held in current and deposit accounts and in other time related deposits shall be valued at their nominal values.
- 8.1.5 Property which is a contingent liability transaction shall be treated as follows:
- (a) if it is a written option (and the premium for writing the option has become part of the property), deduct the amount of the net valuation of premium receivable. If the property is an off exchange option the method of valuation shall be agreed between the ACD and the Depositary;
  - (b) if it is an off exchange future, include it at the net value of closing out in accordance with a valuation method agreed between the ACD and the Depositary;
  - (c) if it is any other form of contingent liability transaction, include it at the mark to market value (whether as a positive or negative value). If the property is an off exchange derivative, include it at a valuation method agreed between the ACD and the Depositary.
- 8.1.6 In determining the value of the Scheme Property, all instructions given to issue or cancel Shares shall be assumed to have been carried out (and any cash paid or received) whether or not this is the case and all consequential action required by the FCA Rules, the OEIC Regulations or the Instrument of Incorporation shall be assumed (unless the contrary has been shown) to have been taken.
- 8.1.7 Subject to paragraphs 8.1.8 and 8.1.9 below, agreements for the unconditional sale or purchase of property which are in existence but uncompleted shall be assumed to have been completed and all consequential action required to have been taken. Such unconditional agreements need not be taken into account if made shortly before the valuation takes place and if, in the opinion of the ACD, their omission will not materially affect the final net asset amount.
- 8.1.8 Futures or contracts for differences which are not yet due to be performed and unexpired and unexercised written or purchased options shall not be included under paragraph 8.1.7.
- 8.1.9 All agreements are to be included under paragraph 8.1.7 which are, or ought reasonably to have been, known to the person valuing the property assuming that all other persons in the ACD's employment take all reasonable steps to inform it immediately of the making of any agreement.
- 8.1.10 Deduct an estimated amount for anticipated tax liabilities (on unrealised capital gains where the liabilities have accrued and are payable out of the property of the Company or Fund (as applicable): on realised capital gains in respect of previously completed and current accounting periods; and on income where liabilities have accrued) at that point in time including (as applicable and without limitation) capital gains tax, income tax, corporation tax, value added tax, stamp duty, stamp duty reserve tax and any foreign taxes or duties.
- 8.1.11 Deduct an estimated amount for any liabilities payable out of the property

and any tax thereon treating periodic items as accruing from day to day.

- 8.1.12 Deduct the principal amount of any outstanding borrowings whenever repayable and any accrued but unpaid interest on borrowings.
- 8.1.13 Add an estimated amount for accrued claims for tax of whatever nature which may be recoverable.
- 8.1.14 Add any other credits or amounts due to be paid into the Scheme Property.
- 8.1.15 Add a sum representing any interest or any income accrued due or deemed to have accrued but not received.
- 8.1.16 Currencies or values in currencies other than Sterling shall be converted at the relevant Valuation Point at a rate of exchange that is not likely to result in any material prejudice to the interests of Shareholders or potential shareholders.
- 8.1.17 Deduct the total amount of any performance fee that has accrued as at that time (if any) based on the calculation summarised in this Prospectus.

## 8.2 **Price per Share in each Fund and each Class**

The price per Share at which Shares are bought or redeemed is the Net Asset Value per Share and any dilution adjustment that may be applied. Any preliminary charge or redemption charge is payable in addition to the price.

## 8.3 **Pricing Basis**

The ACD deals on a forward pricing basis. A forward price is the price calculated at the next Valuation Point after the purchase or redemption is deemed to be accepted by the ACD.

## 8.4 **Publication of Prices**

- 8.4.1 The most recent prices will appear daily on the Trustnet website at [www.trustnet.com](http://www.trustnet.com) and can also be obtained by telephone on 01483 783 900.
- 8.4.2 For reasons beyond the control of the ACD, these may not necessarily be the current prices.
- 8.4.3 The cancellation price last notified to the Depositary is available from the ACD upon request.
- 8.4.4 The ACD does not accept responsibility for the accuracy of the prices published or for the non-publication of prices for reasons beyond the control of the ACD.

## 9. **Risk Factors**

**Potential investors should consider the following risk factors before investing in the Company (or, in the case of specific risks applying to specific Funds, in those Funds).**

## 9.1 **General**

- 9.1.1 The investments of the Company are subject to normal market fluctuations and other risks inherent in investing in securities. Consequently, the value of shares in all Funds and the income derived from them can go down as well as up and as a result an investor may not get back the amount originally invested. This can be as a result of market movements and also variations on the exchange rates between currencies.
- 9.1.2 There can be no assurance that any appreciation in value of investments will occur. The value of investments and the income derived from them may fall as well as rise and investors may not recoup the original amount invested in the Company. There is no assurance that the investment objective of any Fund will actually be achieved. Past performance is not necessarily a guide to future performance.

## 9.2 **Effect of Preliminary Charge and Redemption Charge**

- 9.2.1 The ACD's preliminary charge is deducted from an investment at the outset. Where a preliminary charge is applied, an equivalent rise in the value of shares is required before the original investment can be recovered.
- 9.2.2 Where a redemption charge is payable, investors should note that the percentage rate at which the redemption charge is calculated is based on the market value rather than the initial value of the Shares. If the market value of the Shares has increased, the redemption charge will show a corresponding increase. Currently there is no redemption charge levied on Shares.
- 9.2.3 Consequently an investor who realises their shares after a short period may not (even in the absence of a fall in the value of the relevant investments) realise the amount originally invested. Therefore, the Shares should be viewed as a mid to long term investment.

## 9.3 **Suspension of Dealings in Shares**

Investors are reminded that in certain circumstances their right to redeem Shares may be suspended (see paragraph 6.15).

## 9.4 **Charges to Capital**

Where the objective of a Fund is to treat the generation of income as a higher priority than capital growth, or the generation of income and capital growth have equal priority, all or part of the ACD's fee (and any other charges) may be charged against capital instead of income. This may erode or constrain capital growth.

## 9.5 **Dilution adjustment**

Investors should note that in certain circumstances a dilution adjustment may be applied on their purchase or redemption of Shares (see paragraph 6.8). Where a dilution adjustment is not applied, the Fund in question may incur dilution, which may constrain capital growth.

## 9.6 **Liabilities of the Company**

- 9.6.1 Each Fund will be charged with the liabilities, expenses, costs and charges of the Company attributable to that Fund and the Fund's charges will be

allocated between Classes in accordance with the terms of issue of Shares of those Classes.

- 9.6.2 As the Company is an umbrella company, each Fund has a specific segregated portfolio of assets. Any liabilities attributable or allocated to a particular Fund shall be met first out of the property attributable or allocated to that particular Fund. Accordingly, the assets of each Fund belong exclusively to that Fund and shall not be used to discharge directly, or indirectly, the liabilities of, or claims against, any other person or body, including the Company, or any other Fund, and shall not be available for any such purpose.
- 9.6.3 Any liabilities, expenses, costs or charges which are not attributable to one Fund only and allocated in accordance with the FCA Rules, may be reallocated by the ACD, provided that such reallocation shall be done in a manner which is fair to the Shareholders of the Company generally.
- 9.6.4 The ACD would normally expect any such reallocation to be effected on a pro rata basis having regard to the Net Asset Value of each Fund. If there is any such reallocation, the ACD will advise Shareholders of it in the next succeeding annual or half-yearly report to Shareholders.
- 9.6.5 While provisions of the OEIC Regulations provide for segregated liability between Funds, the concept of segregated liability is relatively new. Accordingly, where claims are brought by local creditors in foreign courts, or under foreign law contracts, it is not known how those foreign courts will react to Regulation 11A and 11B of the OEIC Regulations.
- 9.6.6 Shareholders are not, however, liable for the debts of the Company. A Shareholder is not liable to make any further payment to the Company after they have paid the purchase price of the Shares.

## 9.7 **Derivatives**

- 9.7.1 Derivative transactions may be used in each Fund solely for the purposes of hedging and efficient portfolio management and are not intended to increase the risk profile of any Fund.
- 9.7.2 A Fund may be invested in derivatives or a forward transaction but only for the purposes of hedging with the aim of reducing the risk profile of a Fund, or reducing costs. Hedging against a decline in the value of portfolio positions does not eliminate fluctuations in the values of portfolio positions nor prevent losses if the values of such positions decline, but establishes other positions designed to gain from those same developments, thus moderating the decline in the positions' value. Such hedge transactions also limit the opportunity for gain if the value of the portfolio position should increase. Additionally, it may not be possible for a Fund to hedge against an exchange rate or interest rate fluctuation that is so generally anticipated if it is not able to enter into a hedging transaction at a price sufficient to protect a Fund from the decline in value of the portfolio position anticipated as a result of such a fluctuation.
- 9.7.3 Where derivative instruments are utilised for hedging purposes, the risk of loss to the Fund may be increased where the value of the derivative instrument and the value of the security or position which it is hedging are insufficiently correlated. Such imperfect correlation may prevent a Fund from achieving the intended hedge or expose a Fund to risk of loss. While a Fund may enter into such transactions to seek to reduce exchange rate

and interest rate risks, unanticipated changes in currency, interest rates and equity markets may result in a poorer overall performance of the relevant Fund. Movements in currencies may render hedging ineffective. For a variety of reasons, the ACD may not seek to establish (or may not otherwise obtain) a perfect correlation between such hedging instruments and the portfolio holdings being hedged.

#### **9.8 Counterparty risk in over-the-counter markets**

A Fund may enter into transactions in over-the-counter markets which will expose the Fund to the credit of its counterparties and their ability to satisfy the terms of such contracts. For example, a Fund may enter into agreements or use other derivative techniques, each of which exposes a Fund to the risk that the counterparty may default on its obligations to perform under the relevant contract. In the event of bankruptcy or insolvency of a counterparty, a Fund could experience delays in liquidating the position and significant losses, includes declines in the value of its investment during the period in which a Fund seeks to enforce its rights, inability to realise any gains on its investment during such period and fees and expenses incurred in enforcing its rights. There is also a possibility that the above agreements and derivative techniques are terminated due, for instance, to bankruptcy, supervening illegality or change in the tax or accounting laws relative to those at the time the agreement was originated. In such circumstances investors may be unable to recover any losses incurred.

#### **9.9 Legal and Regulatory Risks**

Legal and regulatory (including taxation) changes could adversely affect the Company. Regulation (including taxation) of investment vehicles such as the Company is subject to change. The effect of any future legal or regulatory (including taxation) change on the Company is impossible to predict, but could be substantial and have adverse consequences on the rights and returns of shareholders.

#### **9.10 Conflicts Policy**

Transactions may be effected in which the ACD or the Investment Manager has, either directly or indirectly, an interest that may potentially involve a conflict of their respective obligations to the Company. Where a conflict cannot be avoided, the ACD or the Investment Manager (as applicable) will have regard to its fiduciary responsibility to act in the best interests of the Company and its investors. The ACD or the Investment Manager (as applicable) will ensure that investors are treated fairly and that such transactions are effected on terms which are not less favourable to the Company than if the potential conflict had not existed.

#### **9.11 Custody Risk**

The Depositary may delegate the function of safekeeping of Financial Instruments to the Custodian, who may in turn appoint custody agents. The Depositary or Custodian or custody agents may hold Financial Instruments in fungible accounts (meaning the assets are interchangeable) or omnibus accounts (resulting in accounts being combined). The use of omnibus accounts gives rise to a potential risk that there could be a shortfall in the Financial Instruments held in such an account should the total of the Financial Instruments be less than the aggregate entitlement of the Company. It is expected that such risks will be mitigated by the Custodian's trade matching and reconciliation processes, however in the event of an irreconcilable shortfall, the affected clients would bear the risk of any shortfall on a pro-rata basis and the Company may not recover all of its Financial Instruments.

## 9.12 **Currency**

The underlying instruments held by a Fund may be denominated in currencies other than the currency of the relevant Class or Fund and the Investment Manager may decide not to hedge that currency risk. Hedging currency risk remains exclusively an investment management decision and it may have an impact on the performance of a Fund or of a Class. Accordingly, the value of an investment may be affected favourably or unfavourably by fluctuations in exchange rates, notwithstanding any efforts made to hedge such fluctuations. In addition, prospective investors whose assets and liabilities are primarily denominated in currencies other than the currency of investment should take into account the potential risk of loss arising from fluctuations in the rate of exchange between the currency of investment and such other currency.

## 9.13 **Geographical / Sector**

Significant exposure to a particular industrial sector or geographical region puts a Fund at risk of a localised event making a significant impact to the value of the Fund.

## 9.14 **Concentrated Portfolio**

If a Fund has a concentrated portfolio (holds a limited number of investments) and if one or more of these investments declines or is otherwise affected, it may have a pronounced effect on the Fund's value.

## 9.15 **Credit and Fixed Interest Securities**

9.15.1 Fixed interest securities are particularly affected by trends in interest rates and inflation. If interest rates go up, the value of capital may fall, and vice versa. Inflation will also decrease the real value of capital.

9.15.2 The value of a fixed interest security will fall in the event of the default or reduced credit rating of the issuer. Generally, the higher the rate of yield, the higher the perceived credit risk of the issuer. High yield bonds with lower credit ratings (also known as sub-investment grade bonds) are potentially more risky (higher credit risk) than investment grade bonds. A sub-investment grade bond has a Standard & Poor's credit rating of below BBB or equivalent. BBB is described as having adequate capacity to meet financial commitments. However, adverse economic conditions or changing circumstances are more likely to lead to a weakened capacity of the bond issuer to meet its financial commitments.

## 9.16 **Loss of Liquidity**

The Investment Manager will seek to ensure that there is sufficient liquidity within each Fund's portfolio of investments. However, certain investment positions may be less liquid. Such liquidity problems could prohibit a Fund from promptly liquidating a position and subject the Fund to substantial losses. In addition, a Fund may have to execute trades at less favourable prices if little trading in the relevant investment position involved is taking place. It is also possible that an exchange may suspend trading in a particular investment position, order immediate liquidation and settlement of a particular investment position, or order that trading in a particular investment position be conducted for liquidation only.

## 9.17 **Warrants**

The value of warrants is likely to be subject to higher fluctuations than the prices of

the underlying securities because of the greater volatility of warrant prices.

## 9.18 **Leverage and Securities Lending**

- 9.18.1 A proportion of the capital may be leveraged. While leverage presents opportunities for increasing the capital return, it has the effect of potentially increasing losses as well. Any event which adversely affects the underlying vehicles would be magnified to the extent the capital is leveraged. The cumulative effect of the use of leverage in a market that moves adversely to the underlying investment vehicles could result in a substantial loss to capital that would be greater than if capital were not leveraged.
- 9.18.2 Where securities lending is permitted, investors should be aware that: (i) if the borrower of securities lent by a Fund fails to return those securities there is a risk that the collateral received may realise less than the value of the securities lent out, whether due to inaccurate pricing, adverse market movements, a deterioration in the credit rating of issuers of the collateral, or the illiquidity of the market in which the collateral is traded; (ii) in case of reinvestment of cash collateral such reinvestment may (a) create leverage with corresponding risks and risk of losses and volatility, (b) introduce market exposures inconsistent with the objectives of the Fund, or (c) yield a sum less than the amount of collateral to be returned; and (iii) delays in the return of securities on loans may restrict the ability of a Fund to meet delivery obligations under security sales.

## 9.19 **Emerging markets**

- 9.19.1 Investments in emerging markets may be more volatile than investments in more developed markets. Some of these markets may have relatively unstable governments, economies based on only a few industries and securities markets that trade only a limited number of securities. Many emerging markets do not have well developed regulatory systems and disclosure standards may be less stringent than those of developed markets.
- 9.19.2 The risks of expropriation, nationalisation and social, political and economic instability are greater in emerging markets than in more developed markets.
- 9.19.3 A Fund may invest in such markets. The following is a brief summary of some of the more common risks associated with emerging markets investment:
- (a) *Fraudulent Securities* – Given the lack of a regulatory structure it is possible that securities in which investments are made may be found to be fraudulent. As a result, it is possible that loss may be suffered.
  - (b) *Currency Fluctuations* – Significant changes in the currencies of the countries in which investments are made may occur. These changes may impact the total return of a Fund to a significant degree. In respect of currencies of certain emerging countries, it is not possible to undertake currency hedging techniques.
  - (c) *Settlement and Custody Risks* – Settlement and custody systems in emerging markets are not as well developed as those in developed markets. Standards may not be as high and supervisory and regulatory authorities not as sophisticated. As a result, there may

be risks that settlement may be delayed and that cash or securities could be disadvantaged.

- (d) *Investment and Remittance Restrictions* – In some cases, emerging markets may restrict the access of foreign investors to securities. As a result, certain equity securities may not always be available to a Fund because the maximum permitted number of or investment by foreign investors has been reached. In addition, the outward remittance by foreign investors of their share of net profits, capital and dividends may be restricted or require governmental approval. A Fund will only invest in markets in which it believes these restrictions to be acceptable. However, there can be no guarantee that additional restrictions will not be imposed.
- (e) *Accounting* – Accounting, auditing and financial reporting standards, practices and disclosure requirements applicable to companies in emerging markets differ from those applicable in more developed markets in respect of the nature, quality and timeliness of the information disclosed to investors and, accordingly, investment possibilities may be difficult to properly assess.

## 9.20 **Infectious diseases**

Infectious diseases that pose significant threats to human health may be highly disruptive to global economies and markets. The economic and market disruptions caused by infectious diseases could significantly impact the value of the Scheme Property and the value of distributions paid to Shareholders.

## **10. The ACD**

### 10.1 **General information**

10.1.1 The ACD is Thesis Unit Trust Management Limited, a private company limited by shares, incorporated in England and Wales under the Companies Act 1985 on 6 February 1998 with company number 3508646.

10.1.2 The directors of the ACD and their main business activities are:

|              |                                    |
|--------------|------------------------------------|
| S R Mugford  | Finance Director                   |
| D W Tyerman  | Chief Executive Officer            |
| C A E Lawson | Independent Non-Executive Director |
| S Macdonald  | Independent Non-Executive Director |
| L R Robinson | Independent Non-Executive Director |
| C J Willson  | Independent Non-Executive Director |
| N C Palios   | Non-Executive Chair                |

10.1.3 Registered Office and Head Office: Exchange Building, St John's Street, Chichester, West Sussex PO19 1UP

10.1.4 Share Capital: Issued and paid up: £5,673,167

10.1.5 S R Mugford is also a director of Tutman Fund Solutions Limited and a

member of the governing body of TUTMAN LLP, both authorised fund managers within the same group as the ACD, performing a senior management function. He holds directorships of other companies within the Thesis group and performs a senior management function within Thesis Asset Management Limited, which acts as an investment manager for some authorised funds operated by the ACD.

- 10.1.6 D W Tyerman is also a member of the governing body of TUTMAN LLP, an authorised fund manager within the same group as the ACD, performing senior management functions. He holds directorships of other companies within the Thesis group and performs senior management functions within Thesis Asset Management Limited, which acts as an investment manager for some authorised funds operated by the ACD.
- 10.1.7 N C Palios is also a director of Tutman Fund Solutions Limited and a member of the governing body of TUTMAN LLP, both authorised fund managers with the same group as the ACD, performing a senior management function. She holds directorships of other companies within the Thesis group and performs a senior management function within Thesis Asset Management Limited, which acts as an investment manager for some authorised funds operated by the ACD.
- 10.1.8 C J Willson and C A E Lawson are also independent non-executive directors of Tutman Fund Solutions Limited and members of the governing body of TUTMAN LLP, both authorised fund managers within the same group as the ACD. They are not engaged in other business activities that are of significance to the Company.
- 10.1.9 Macdonald and L R Robinson are also independent non-executive directors of Tutman Fund Solutions Limited, an authorised fund manager within the same group as the ACD. They are not engaged in other business activities that are of significance to the Company.
- 10.1.10 The ACD is authorised by the FCA and acts as authorised fund manager of other regulated collective investment schemes. Details of these schemes are set out at Appendix 6.
- 10.1.11 The ACD may deal as principal in Shares and hold them for that purpose. Where it does so, the ACD will be under no obligation to account to the Depositary, the Company or the Shareholders for any profit it makes on the issue or re-issue of Shares or cancellation of Shares which it has redeemed, where this is permitted by the FCA Rules. The fees to which the ACD is entitled are set out in paragraph 16.4.
- 10.1.12 The ACD is the sole director of the Company and is responsible for managing and administering the Company's affairs in compliance with the COLL Sourcebook. The ACD is the AIFM of the Company for the purposes of the UK AIFM regime.
- 10.1.13 The ACD will cover at all times the risk of loss or damage caused by any relevant person through the negligent performance of activities for which the ACD has legal responsibility by maintaining an amount of own funds, and will comply with the qualitative requirements addressing such risks, in each case, in accordance with the UK AIFM regime and the FCA Rules. In addition, the ACD holds significant professional indemnity insurance against liability arising from professional negligence which is appropriate to the risks covered, and will comply with the qualitative requirements addressing such risks, in each case, in accordance with the UK AIFM regime and the FCA

Rules.

- 10.1.14 The ACD has internal operational policies and procedures in place to identify, measure, manage and monitor appropriately operational risks to which the ACD is or could be reasonably exposed in accordance with the requirements of the AIFMD Level 2 regulation.

## 10.2 **Best execution**

- 10.2.1 In accordance with the FCA Rules and applicable law and regulation, the ACD must act in the best interests of the Company when executing decisions to deal on behalf of the Company and must establish and implement an order execution policy to allow it to obtain the best possible result.
- 10.2.2 The ACD has delegated the investment management of the Company to the Investment Manager. The Investment Manager has in turn delegated to the Sub-Investment Manager the execution of decisions to deal on behalf of the Funds. The Sub-Investment Manager has established and implemented an order execution policy to allow it to obtain the best possible results for the Company. A copy of the Sub-Investment Manager's execution policy is available on its website, listed in Appendix 8.

## 10.3 **Terms of appointment**

- 10.3.1 The ACD is the sole director of the Company and its duties and obligations are governed by the terms of an agreement between the Company and the ACD (the **ACD Agreement**). The ACD Agreement provides that the ACD must manage and administer the Company in accordance with the FCA Rules, the UK AIFM regime, the OEIC Regulations, the Instrument of Incorporation and the contents of this Prospectus. A copy of the ACD Agreement is available to Shareholders on request.
- 10.3.2 The ACD Agreement may be terminated by either party on not less than six months' written notice. The ACD Agreement contains detailed provisions relating to the responsibilities of the ACD and excludes it from any liability to the Company or any Shareholder for any act or omission except in the case of negligence, wilful default, breach of duty or breach of trust in relation to the Company on its part. The ACD Agreement provides indemnities to the ACD other than the matters arising by reason of its negligence, wilful default, breach of duty or breach of trust in the performance of its duties and obligations.

## 10.4 **Delegation**

- 10.4.1 Subject to the FCA Rules and the UK AIFM regime, the ACD may delegate certain of its functions. Accordingly, the ACD has delegated:
- (a) the registration function to Northern Trust Global Services SE, UK Branch;
  - (b) the administration function to Northern Trust Global Services SE, UK Branch;
  - (c) certain fund accounting functions to Northern Trust Global Services SE, UK Branch; and
  - (d) the investment management function to Timeline Portfolios Ltd (as

Investment Manager) and, with the consent of the ACD, Timeline Portfolios Ltd has sub-delegated part of the investment management function to Northern Trust Global Investments Limited (as Sub-Investment Manager).

- 10.4.2 The ACD has informed the FCA of such delegations in accordance with the FCA Rules and the UK AIFM regime.

## **11. The Depositary**

### **11.1 General information**

- 11.1.1 The Depositary of the Company is Northern Trust Investor Services Limited, a private limited company, incorporated on 29 April 2020 with company number 12578024. Its registered office and principal place of business is at 50 Bank Street, Canary Wharf, London E14 5NT.
- 11.1.2 The Depositary is authorised and regulated by the Financial Conduct Authority with FRN: 927658.
- 11.1.3 The Depositary's ultimate holding company is Northern Trust Corporation, a company which is incorporated in the State of Delaware, United States of America, with its headquarters at 50 South La Salle Street, Chicago, Illinois.

### **11.2 Duties of the Depositary**

The Depositary is responsible for the safekeeping of all the Scheme Property of the Company and must ensure that the Company is managed in accordance with the Instrument of Incorporation and the provisions of the COLL Sourcebook relating to the pricing of, and dealing in, Shares and relating to the income and the investment and borrowing powers of the Funds. The Depositary is also responsible for monitoring the cash flows of the Funds and must ensure that certain processes carried out by the ACD are performed in accordance with the FCA Handbook, this Prospectus and the Instrument of Incorporation.

### **11.3 Terms of appointment**

- 11.3.1 The appointment of the Depositary has been made under the terms of the Depositary Agreement between the ACD, the Company and the Depositary.
- 11.3.2 The Depositary Agreement is terminable on receipt of six months' written notice given by either party. The Depositary may not retire voluntarily except on the appointment of a new depositary.
- 11.3.3 Subject to the OEIC Regulations and FCA Rules, the Depositary has full power under the Depositary Agreement to delegate (and authorise its delegate to sub-delegate) any part of its duties as Depositary. The use of clearing or settlement systems or order routing systems, does not constitute a delegation by the Depositary of its functions. As at the date of this Prospectus, the Depositary has delegated custody services to The Northern Trust Company, London Branch (the **Custodian**). The Custodian's contact details are set out in Appendix 8.
- 11.3.4 The Custodian has sub-delegated custody services to sub-custodians in certain markets in which the Company may invest. A list of sub-custodians is maintained by the ACD and is available upon request.

- 11.3.5 Under the Depositary Agreement the Depositary will be liable to the Company for any loss of Financial Instruments held in custody or for any liabilities incurred by the Company as a direct result of the Depositary's fraud, negligence or negligent or intentional failure to properly fulfil its obligations under the Depositary Agreement or the UK AIFM regime.
- 11.3.6 However, where the event which led to the loss of a Financial Instrument is not the result of the Depositary's own act or omission (or that of its sub-custodian), the Depositary is discharged of its liability for the loss of a Financial Instrument where the Depositary can prove that the Depositary could not have reasonably prevented the occurrence of the event which led to the loss despite adopting all precautions incumbent on a diligent depositary as reflected in common industry practice and despite rigorous and comprehensive due diligence. The ACD will inform investors without delay of any changes with respect to the Depositary's liability.
- 11.3.7 The Depositary Agreement contains provisions indemnifying the Depositary in certain circumstances.
- 11.3.8 Other than to exercise the rights of lien/set off over the Scheme Property in relation to unpaid fees and expenses in relation to the proper performance of services under the Depositary Agreement or sub-custody agreement, unless otherwise agreed by the ACD on behalf of the Company, the Depositary shall not be entitled to, and no sub-custodian shall be authorised by the Depositary to re-use for its own purpose and benefit any of the Scheme Property it has been entrusted with.
- 11.3.9 The Depositary and the Custodian are entitled to receive remuneration out of the Scheme Property of the Company as explained in paragraph 16.5 below.

#### 11.4 **UK GDPR**

- 11.4.1 Northern Trust's EMEA Data Privacy Notice sets out how the Depositary will process Shareholders' personal information as a data controller where these details are provided to it in connection with Shareholders' investment in the Company.
- 11.4.2 Northern Trust's EMEA Data Privacy Notice may be updated from time to time and readers should confirm that they hold the latest version which can be accessed at [www.northerntrust.com/united-kingdom/privacy/emea-privacy-notice](http://www.northerntrust.com/united-kingdom/privacy/emea-privacy-notice).
- 11.4.3 Any Shareholder who provides the ACD and its agents with personal information about another individual (such as a joint investor), must show Northern Trust's EMEA Data Privacy Notice to those individuals.

#### 11.5 **Depositary: conflicts of interest**

##### 11.5.1 General

The Depositary may act as the depositary of other investment funds and as trustee or custodian of other collective investment schemes.

It is possible that the Depositary and/or its delegates and sub-delegates may in the course of its or their business be involved in other financial and professional activities which may on occasion have potential conflicts of interest with the Company or a particular Fund and/or other funds

managed by the ACD or other funds for which the Depositary acts as the depositary, trustee or custodian.

There may also be conflicts arising between the Depositary and the Company, the Shareholders or the ACD. In addition, the Depositary also has a regulatory duty when providing the Services to act solely in the interests of Shareholders and the Company (including its Funds). In order to comply with this requirement, the Depositary may in some instances be required to take actions in the interests of Shareholders and the Company (including its Funds) where such action may not be in the interests of the ACD.

#### 11.5.2 Affiliates

From time to time conflicts may arise from the appointment by the Depositary of any of its delegates. For example, the Custodian may also perform certain investment operations and functions and derivatives collateral management functions delegated to it by the Investment Manager, if applicable.

The Depositary, and any other delegate, is required to manage any such conflict having regard to the FCA Rules and its duties under the Depositary Agreement.

The Depositary will ensure that any such delegates or sub-delegates who are its affiliates are appointed on terms which are not materially less favourable to the Company than if the conflict or potential conflict had not existed. The Custodian and any other delegate are required to manage any such conflict having regard to the FCA Handbook and its duties to the Depositary and the ACD.

#### 11.5.3 Conflicting commercial interests

The Depositary (and any of its affiliates) may effect, and make a profit from, transactions in which the Depositary (or its affiliates, or another client of the Depositary or its affiliates) has (directly or indirectly) a material interest or a relationship of any description and which involves or may involve a potential conflict with the Depositary's duty to the Company.

This includes circumstances in which the Depositary or any of its affiliates or connected persons: acts as market maker in the investments of the Company; provides broking services to the Company and/or to other funds or companies; acts as financial adviser, banker, derivatives counterparty or otherwise provides services to the issuer of the investments of the Company; acts in the same transaction as agent for more than one client; has a material interest in the issue of the investments of the Company; or earns profits from or has a financial or business interest in any of these activities.

#### 11.5.4 Management of Conflicts

The Depositary has a conflict of interest policy in place to identify, manage and monitor on an on-going basis any actual or potential conflict of interest. The Depositary has functionally and hierarchically separated the performance of its depositary tasks from its other potentially conflicting tasks. The system of internal controls, the different reporting lines, the allocation of tasks and the management reporting allow potential conflicts

of interest and the Depositary issues to be properly identified, managed and monitored.

## 11.6 Updated Information

11.6.1 Up to date information regarding (i) the Depositary's name, (ii) the description of its duties and any conflicts of interest that may arise between the Company, the Shareholders or the ACD and the Depositary, and (iii) the description of any safekeeping functions delegated by the Depositary, the description of any conflicts of interest that may arise from such delegation, and the list showing the identity of each delegate and sub-delegate, will be made available to Shareholders on request at the head office of the ACD at Exchange Building, St. John's Street, Chichester, West Sussex, PO19 1UP.

## 12. The Investment Manager and the Sub-Investment Manager

### 12.1 General Information

12.1.1 The ACD has appointed the Investment Manager, Timeline Portfolios Ltd, to provide discretionary investment management services in relation to the Scheme Property of all of the Funds pursuant to an investment management agreement (**the Investment Management Agreement**). The Investment Manager is authorised by the Financial Conduct Authority.

12.1.2 The Investment Manager has appointed the Sub-Investment Manager, Northern Trust Global Investments Limited to act as the sub-investment manager of all of the Funds pursuant to a sub-investment management agreement (**the Sub-Investment Management Agreement**). More information on this delegation is set out in paragraph 12.2 below. The Sub-Investment Manager is also authorised by the Financial Conduct Authority.

12.1.3 The principal business activity of both the Investment Manager and the Sub-Investment Manager is as a provider of investment management services. The addresses of each of the Investment Manager and the Sub-Investment Manager are set out in Appendix 8.

### 12.2 Terms of Appointment

12.2.1 The Investment Management Agreement between the ACD and the Investment Manager may be terminated by the Investment Manager or the ACD upon three months' written notice. The Investment Management Agreement may be terminated immediately by the ACD if it is in the interests of investors.

12.2.2 Under the Investment Management Agreement, the Investment Manager has the authority to make investment decisions on behalf of the ACD and has full discretionary powers over the investment of the Scheme Property of each of the Funds subject to the overall responsibility and any right of veto of the ACD.

12.2.3 Subject to the FCA Rules and the UK AIFM regime, the Investment Manager has the power under the Investment Management Agreement to sub-delegate all or part of its functions as investment manager, with the consent of the ACD.

12.2.4 The Investment Manager has therefore appointed the Sub-Investment

Manager to provide certain investment management functions in relation to the Scheme Property of the Funds pursuant to the Sub-Investment Management Agreement. The ACD has consented to this delegation to the Sub-Investment Manager.

- 12.2.5 The Sub-Investment Management Agreement between the Investment Manager and the Sub-Investment Manager may be terminated on written notice by the Investment Manager or the Sub-Investment Manager on three months' notice. The Sub-Investment Management Agreement will be terminated immediately if the ACD terminates the Investment Management Agreement.
- 12.2.6 Under the Sub-Investment Management Agreement, the Sub-Investment Manager is responsible for the following investment management functions in respect of the Funds: monitoring asset allocation, rebalancing the portfolios of each of the Funds and the management of any cash held. The Investment Manager will retain all other investment management functions in respect of each of the Funds including asset selection, setting the long-term strategic asset allocation between asset classes and the drift tolerance for each Fund.
- 12.2.7 The Investment Manager's fees and expenses are paid out of the Annual Management Charge which is paid out of the Scheme Property. The fees of the Sub-Investment Manager are paid out of the Investment Manager's fees. Please see paragraph 16.8 for further details.
- 12.2.8 Copies of the Sub-Investment Manager's execution policy and voting policy are available on the website listed at Appendix 8 and from the ACD on request.
- 12.2.9 Neither the Investment Manager nor the Sub-Investment Manager are part of the same corporate group as the ACD.

### **13. Auditors, Registrar, Administrator and Fund Accountant and Sponsor and Distributor**

- 13.1 The Auditor of the Company is KPMG LLP whose address is set out in Appendix 8.
- 13.2 The ACD is responsible for maintaining the Register but has delegated its registrar function, as well as the function of administrator and fund accountant, to Northern Trust Global Services SE, UK branch whose registered office is set out in Appendix 8.
- 13.3 These delegated duties include:
  - 13.3.1 maintaining the Register;
  - 13.3.2 receiving and processing requests for subscriptions for, or redemptions of, Shares;
  - 13.3.3 administering the payment of distributions to Shareholders;
  - 13.3.4 dealing with certain regulatory reporting requirements on behalf of the Company and the ACD;
  - 13.3.5 maintaining the accounting records of the Company; and
  - 13.3.6 assisting in calculating the Net Asset Value, as well as providing fund accounting services in respect of the Company.

- 13.4 The Register is maintained by Northern Trust Global Services SE, UK Branch and may be inspected by any Shareholder (or any Shareholder's duly authorised agent) at 50 Bank Street, London E14 5NT during normal business hours by any Shareholder or any Shareholder's duly authorised agent.
- 13.5 In line with the regulations that govern such operational outsourcing, the ACD retains responsibility for all work performed on its behalf and Shareholders' rights are not affected by this delegation.
- 13.6 There are no conflicts of interest through delegation of these functions by the ACD.
- 13.7 The Company does not currently require the services of a prime broker.
- 13.8 Timeline Portfolios Ltd also acts as the Sponsor of the Funds. In this role, it has assisted the ACD to create, develop and design the Funds. Timeline Portfolios Ltd also acts as the Distributor of the Funds, as part of which it will distribute and promote the sale of Shares in the Funds to investors within the identified target market for those Funds.

#### **14. Conflicts of Interest**

- 14.1 The ACD, the Investment Manager, the Sub-Investment Manager and other companies within the ACD's, the Investment Manager's and/or the Sub-Investment Manager's group may, from time to time, act as investment manager or adviser to other funds which follow similar investment objectives to those of the Company.
- 14.2 On occasion, the Investment Manager and/or the Sub-Investment Manager may also act as adviser or discretionary investment manager to clients who invest in the Company such that a significant proportion of the Shares in issue in any one Fund may be owned by advisory and/or discretionary management client(s) of the Investment Manager and/or the Sub-Investment Manager.
- 14.3 It is therefore possible that the ACD, the Investment Manager and/or the Sub-Investment Manager may, in the course of their business, have potential conflicts of interest with the Company or that a conflict exists between the Company and other funds managed or advised by the ACD, the Investment Manager or the Sub-Investment Manager respectively.
- 14.4 The ACD, the Investment Manager and the Sub-Investment Manager will, however, have regard in such event to its own obligations under the Investment Management Agreement and all applicable law and regulation. In particular, each will have regard to its obligation to operate arrangements to take all reasonable steps avoid such conflicts of interest, and where they cannot be avoided, manage, monitor and (where applicable) disclose those conflicts of interest in accordance with the FCA Rules, in order to prevent conflicts of interest adversely affecting the interests of the Company and the Shareholders.
- 14.5 The ACD acknowledges that there may be some situations where the organisational or administrative arrangements in place for the management of conflicts of interest are not sufficient to ensure, with reasonable confidence, that risks of damage to the interests of the Company or the Shareholders will be prevented. Should any such situations arise the ACD will, as a last resort, disclose these to Shareholders in the report and accounts or such other appropriate format. Further details of the ACD's conflicts of interest policy are available on request.

#### **15. Fair treatment of investors**

- 15.1 The ACD ensures fair treatment of investors by its compliance with the applicable

rules in COLL and FUND and with the rules contained in the FCA Handbook.

- 15.2 The ACD is required, under the FCA Handbook, to treat its customers fairly when they become, remain or cease to be Shareholders. The ACD complies with the rules in the FCA Handbook, and has adopted a series of policies and procedures (including a conflict of interest policy) which are designed to achieve this outcome.
- 15.3 The ACD may in certain circumstances grant preferential treatment to investors. This may include, for example, access to certain Classes, a waiver or reduction of certain charges, the payment of rebates, or access to individuals within the ACD or the Investment Manager. If such rights are granted, this would typically be to Shareholders who invest significant amounts in the Company. Such investors would not typically be legally or economically linked to the ACD.
- 15.4 Any Shareholder may be granted preferential treatment in relation to the terms of its investment in the Company by the ACD, the Investment Manager and/or any other service provider to the Company.

## **16. Fees and Expenses**

### **16.1 General**

- 16.1.1 The fees, costs and expenses relating to the authorisation and incorporation and establishment of the Company, the offer of Shares, the preparation and printing of this Prospectus and the fees of the professional advisers to the Company in connection with the offer will be borne by the Company and amortised over the first accounting period.
- 16.1.2 All fees or expenses payable out of the Scheme Property are set out in this section. The Company may also pay out of the property of the Company charges and expenses incurred by the Company, which will include the following expenses:
- (a) the fees and expenses payable to the ACD, the Fund Accountant, the Registrar and to the Depositary;
  - (b) all expenses properly incurred by the ACD in the performance of its duties as authorised corporate director of the Company, including without limitation, the costs of preparation and distribution of reports, accounts, and any prospectus, key investor information documents or equivalent documents, (in the case of the key investor information documents or equivalent documents, only preparation and not distribution may be charged), the Instrument of Incorporation and any costs incurred as a result of changes to any Prospectus or Instrument of Incorporation, key investor information documents, or periodic updates of any other administrative documents, as well as the cost of maintaining other documentation required to be maintained in respect of the Company, any other administrative expenses and any benchmark licence fees and royalty fees incurred for the use of any index;
  - (c) expenses incurred in acquiring and disposing of investments (including permitted commissions, fiscal charges (including stamp duty) and other costs or disbursements);
  - (d) fees in respect of the publication and circulation of details of the Net Asset Value and the price of Shares;

- (e) the fees and expenses of the auditors and tax, legal and other professional advisers of the Company and of the ACD in relation to the Company;
- (f) the costs of convening and holding Shareholder meetings (including meetings convened by Shareholders);
- (g) any reasonable general disbursements relating to postage and communication costs incurred in the proper performance of the transfer agent's duties relating to the Company, which are currently carried on by the Registrar;
- (h) any fees or costs associated with any CASS activity incurred by the Registrar;
- (i) any costs incurred in producing and despatching any payments made by the Company;
- (j) any costs incurred in taking out and maintaining an insurance policy in relation to the Company;
- (k) liabilities on amalgamation or reconstruction including certain liabilities arising after transfer of property to the Company in consideration for the issue of Shares as more fully detailed in the COLL Sourcebook;
- (l) any costs incurred in establishing or maintaining any services or facilities for electronic dealing in Shares;
- (m) any payments otherwise due by virtue of the COLL Sourcebook;
- (n) taxation and duties payable by the Company (any value added or similar tax relating to any charge or expense set out herein);
- (o) interest on and charges incurred in borrowings;
- (p) any amount payable by the Company under any indemnity provisions contained in the Instrument of Incorporation or any agreement with any functionary of the Company;
- (q) fees of the FCA and the corresponding periodic fees of any regulatory authority in a country or territory outside the United Kingdom in which Shares are or may be marketed;
- (r) any sum incurred by the Company or the ACD on behalf of the Company in order to comply with any governmental or regulatory requirement (including the cost of any new licences or fees or other payments resulting from any changes in legislation or regulation).

16.1.3 It is not currently proposed to seek a listing for the Shares on any stock exchange, but if a listing is sought in the future the fees connected with the listing will be payable by the Company.

16.1.4 Value Added Tax is payable on these charges where appropriate.

## 16.2 **Allocation of payments**

16.2.1 The ACD and the Depositary have agreed that normally the fees payable

from the Funds will be charged to income (except those charges and expenses relating directly to the purchase and sale of investments) in the first instance as shown in Appendix 1.

16.2.2 If at the end of the accounting period there is insufficient income, the shortfall will be allocated to capital. **It should be noted that, where fees are charged to capital, this policy may result in capital erosion or constrain capital growth in respect of a Fund.**

16.2.3 All expenses relating directly to the purchase and sale of investments will be charged to capital. All other expenses will be charged to income.

### 16.3 Allocation of Fees and Expenses between Funds

All the fees, duties and charges (other than those borne by the ACD) will be charged to the Fund in respect of which they were incurred. Where an expense is not considered to be attributable to any one Fund, the expense will normally be allocated to all Funds pro-rata to the value of the Net Asset Value of the Funds, although the ACD has discretion to allocate these fees and expenses in a manner that it considers fair to the Company and to the Shareholders generally.

### 16.4 Charges Payable to the ACD

16.4.1 In payment for carrying out its duties and responsibilities the ACD is entitled to take an annual fee (the **Annual Management Charge**).

16.4.2 The Annual Management Charge accrues daily and is payable monthly. The current Annual Management Charge for each Class in each Fund is set out in Appendix 1.

16.4.3 The current Annual Management Charge payable to the ACD may only be increased in accordance with the COLL Sourcebook and after the ACD has made available a revised Prospectus showing the new rate of charge and its commencement date.

16.4.4 The ACD is also entitled to all reasonable, properly documented, out of pocket expenses incurred in the performance of its duties which may include legal and professional expenses of the ACD in relation to the proper performance of the ACD's duties under the ACD Agreement, or related to documents amending the ACD Agreements, all postage and communication costs incurred in the proper performance of duties under the ACD Agreement and all expenses incurred in notarising documents.

### 16.5 Depositary's fees

16.5.1 The Depositary's fee for the Company is currently calculated on a sliding scale as follows:

|                  |   |
|------------------|---|
| 0.008% per annum | on the value of the Scheme Property of the Company up to £500,000,000;                      |
| 0.007% per annum | on the value of the Scheme Property of the Company above £500,000,000 up to £2,000,000,000; |

|                  |   |
|------------------|---|
| 0.006% per annum | on the value of the Scheme Property of the Company above £2,000,000,000 up to £5,000,000,000; and |
| 0.005% per annum | on the value of the Scheme Property of the Company thereafter                                     |

- 16.5.1 The Depositary's annual fee is subject to VAT at the standard rate and is added to these fees.
- 16.5.2 The Depositary's remuneration shall be paid out of Scheme Property. It shall accrue monthly and the first such interval shall commence on the first Valuation Point and shall terminate at the end of the last day in the same month. Each subsequent accrual interval shall commence immediately after the end of the preceding such interval and shall terminate at the end of the last day of the month following that in which the preceding accrual interval terminated. The value of the Scheme Property shall be determined in the same way as it is for the purposes of calculating the ACD's annual management charge.
- 16.5.3 The Depositary will also be entitled to payment and reimbursement of all costs, liabilities and expenses properly incurred in the performance of, or arranging the performance of, functions conferred on it by the Depositary Agreement, the FCA Rules or by the general law.
- 16.5.4 On a winding-up of the Company, the Depositary will be entitled to its pro rata fees, charges and expenses to the date of winding up, the termination, or the redemption (as appropriate) and any additional expenses necessarily realised in settling or receiving any outstanding obligations.
- 16.5.5 Any VAT on any fees, charges or expenses payable to the Depositary will be added to such fees, charges or expenses.
- 16.5.6 In each case such payments, expenses and disbursements may be payable to any person (including the ACD or any associate or nominee of the Depositary or of the ACD) who has had the relevant duty delegated to it pursuant to the FCA Rules by the Depositary.

## 16.6 Transaction and custody charges

- 16.6.1 In addition to the above periodic fees, the Depositary shall also be entitled to be paid transaction charges and custody charges out of Scheme Property in relation to transaction handling and safekeeping of Scheme Property from the property of the Company, as follows:

| Item                | Range                               |
|---------------------|-------------------------------------|
| Transaction charges | Range from £2.50 to £20             |
| Derivative charges  | £20 per transaction (if applicable) |

| Item                         | Range                               |
|------------------------------|-------------------------------------|
| Custody charges <sup>1</sup> | 0.0025% of the value of the holding |

- 16.6.2 The annual fee is subject to VAT at the standard rate and is added to these fees.
- 16.6.3 Global custody is provided by The Northern Trust Company. The custody fees and transaction charges are currently payable out of the Scheme Property of the Company.
- 16.6.4 Transaction charges accrue at the time the transactions are effected and are payable as soon as is reasonably practicable and in any event not later than the last Business Day of the month when such charges arose or as otherwise agreed between the ACD and the Depositary. Custody charges accrue and are payable as agreed from time to time by the ACD and the Depositary.
- 16.6.5 Where relevant, the Depositary may make a charge for (or otherwise benefit from) providing services in relation to: distributions, the provision of banking services, holding money on deposit, lending money, or engaging in derivative transactions in relation to the Company and may purchase or sell or deal in the purchase or sale of Scheme Property, provided always that the services concerned and any such dealing are in accordance with the provisions of the FCA Rules.

## 16.7 Administration, registration and valuation fees

- 16.7.1 The administration of the Company will be carried out by Northern Trust Global Services SE, UK Branch, who will also act as Registrar and Fund Accountant.
- 16.7.2 The Registrar's fee is taken from the Scheme Property of the relevant Fund. The current registration fee is £12 per Shareholder per annum (subject to a minimum of £1,250 per Fund per annum). Shareholder transactions effected through straight-through processing are charged at £2.50 per Shareholder, per transaction and £10 per Shareholder transaction recorded manually. Such fee may be payable to the ACD or to any person who has had the relevant duty delegated to it pursuant to the FCA Rules by the ACD.
- 16.7.3 The Fund Accountant and Administrator's fees and expenses (plus VAT if applicable) will be paid out of Scheme Property. The Fund Accountant and Administrator's fees for the Company is currently calculated on a sliding scale as follows:

|                 |  |
|-----------------|--|
| 0.01% per annum | on the value of the Scheme Property of the Company up to £500,000,000; |
|-----------------|--|

<sup>1</sup> These charges vary from country to country depending on the markets and the type of transaction involved.

|                  |   |
|------------------|---|
| 0.008% per annum | on the value of the Scheme Property of the Company above £500,000,000 up to £2,000,000,000;       |
| 0.006% per annum | on the value of the Scheme Property of the Company above £2,000,000,000 up to £5,000,000,000; and |
| 0.005% per annum | on the value of the Scheme Property of the Company thereafter                                     |

16.7.4 Registration and Fund Accounting and Administration fees are calculated and accrued daily and charged on a monthly basis.

16.7.5 The charges and expenses associated with the setting up of such transactions and any ongoing charges and expenses reasonably and properly incurred in respect of the processing and implementation of electronic transfers will also be payable from the Scheme Property of the relevant Fund.

#### 16.8 **Investment Management Fee and fees of the Sub-Investment Manager**

16.8.1 The Investment Manager receives a fee for providing investment management services.

16.8.2 The Investment Manager pays the Sub-Investment Manager out of the fees it receives under paragraph 16.8.1.

16.8.3 The ACD is responsible for the payment of the Investment Manager's fees (plus VAT if applicable), and will pay the Investment Manager's fees (and those of any sub-advisers) out of the Annual Management Charge. The current rate of the Annual Management Charge is set out in Appendix 1 in respect of all Classes of Shares.

#### 16.9 **The Ongoing Charges Figures for the Funds**

16.9.1 The Ongoing Charges Figure or OCF sets out the total annual expenses of a Class in a Fund as a percentage of that Class' Scheme Property. It covers all parts of the operation of that Class, including investment management fees, administration fees and audit fees (amongst other fees and expenses) but does not include transaction costs or the costs of Shareholders' advisers.

16.9.2 Each Class in each Fund has a target maximum OCF aka a Capped OCF, each of which is set out in Appendix 1.

16.9.3 The ACD will monitor the OCF of each Class and commits to cap the OCF at the stated figure. This means that the OCF of each Class is set at a fixed maximum amount. In the event that the costs which are included in the OCF calculation exceed the amount of the cap then the ACD will arrange for the Investment Manager to pay the excess out of its own resources.

### 17. **Shareholder Meetings and Voting Rights**

#### 17.1 **Meetings**

- 17.1.1 For the purposes of this paragraph 17:
- (a) a "physical meeting" is a general meeting convened at a physical location where Shareholders, or their proxy, must be physically present;
  - (b) a "hybrid meeting" is a general meeting which allows Shareholders, or their proxy, to be physically present at the location where the meeting is convened, or to attend and vote remotely; and
  - (c) a "virtual meeting" is a general meeting where all Shareholders, or their proxy, attend and vote remotely.
- 17.1.2 The provisions below, unless the context otherwise requires, apply to Class meetings and meetings of Funds as they apply to general meetings of the Company.
- 17.1.3 The Company does not propose to hold annual general meetings. Resolutions will be voted upon at extraordinary general meetings.
- 17.1.4 The ACD and the Depositary may convene a general meeting of the Company at any time in accordance with the FCA Rules. The ACD may hold a virtual meeting or a hybrid meeting as this is not inconsistent with any provisions in the Instrument of Incorporation.
- 17.1.5 Shareholders may request the convening of a general meeting by a requisition which must:
- (a) state the objective of the meeting;
  - (b) be dated;
  - (c) be signed by Shareholders who, at that date, are registered as the Shareholders of Shares representing not less than one-tenth in value of all of the Shares then in issue; and
  - (d) be deposited at the head office of the Company or with the Depositary.
- 17.1.6 Any Shareholder who participates remotely in a hybrid meeting by the means specified in the notice is deemed to be present at the meeting and has the same rights as a Shareholder who is physically present at the meeting.
- 17.1.7 Any Shareholder who participates in a virtual meeting by the means specified in the notice is deemed to be present at the meeting and has the same rights that the Shareholder would have at a physical meeting.
- 17.1.8 Any Shareholder who participates remotely may do so without having to appoint a proxy and is not required to submit their vote on a resolution in advance of the meeting.
- 17.1.9 A meeting of Shareholders, duly convened and held shall be competent by extraordinary resolution to require, authorise or approve any act, matter or document in respect of which any such resolution is required or expressly contemplated by the relevant

regulations.

- 17.1.10 An extraordinary resolution is a resolution passed by a majority of not less than three-quarters of the votes validly cast (whether on a show of hands or on a poll) for the resolution at a general meeting, or, as the case may be, a Class meeting of Shareholders.
- 17.1.11 Except where an extraordinary resolution is specifically required or permitted, any resolution of Shareholders is passed by a simple majority of the votes validly cast.
- 17.1.12 A meeting of Shareholders has no powers other than those contemplated by the FCA Rules.
- 17.1.13 Where a meeting of Shareholders is convened by the ACD or the Depositary, Shareholders must receive at least 14 days' written notice (inclusive of the date on which the notice is first served and the day of the meeting) and the notice shall specify:
  - (a) whether the meeting is to be a physical meeting, a hybrid meeting or a virtual meeting;
  - (b) if the meeting is a physical meeting or a hybrid meeting, the place of the meeting;
  - (c) if the meeting is a hybrid meeting or a virtual meeting, the means by which a Shareholder may participate, including any requirements for Shareholders to register before the meeting begins or to provide proof of their right to attend, and an explanation of how participating Shareholders may vote in a show of hands or in a poll, if they do not appoint a proxy;
  - (d) the day and hour of the meeting;
  - (e) the terms of the resolutions to be proposed; and
  - (f) the address of the website where the minutes of the meeting will subsequently be published.
- 17.1.14 Where the notice is served by the ACD a copy shall be sent to the Depositary.
- 17.1.15 The accidental omission to give notice to, or the non-receipt of notice by any Shareholder will not invalidate the proceedings at any meeting.
- 17.1.16 Notice of an adjourned meeting of Shareholders must be given to each Shareholder, stating that while two Shareholders are required to be present, in person, by proxy or remotely, to constitute a quorum at the adjourned meeting, this may be reduced to one in accordance with COLL 4.4.6R(3), should two such Shareholders not be present after ten minutes (which shall be deemed to be a reasonable time of convening of the meeting).
- 17.1.17 Where the meeting is a hybrid meeting or a virtual meeting, the ACD shall take reasonable care to ensure that the necessary supporting technology to enable Shareholders to attend and vote is in place at the start of the meeting and operates adequately

throughout its proceedings, so that Shareholders who attend or vote remotely are not unfairly disadvantaged.

17.1.18 The quorum at a meeting of Shareholders shall be two Shareholders present in person, by proxy or (where applicable) remotely using the means specified in the notice. If a quorum is not present within ten minutes (which shall be deemed to be a reasonable time) after the time fixed for the start of the meeting or if there is no longer a quorum present, the meeting:

- (a) if convened on the requisition of Shareholders, must be dissolved;
- (b) in any other case, must stand adjourned to:
  - (i) a day and time which is seven or more days after the day and time of the meeting; and
  - (ii) in the case of a physical meeting or a hybrid meeting, a place to be appointed by the chair.
- (c) if, at an adjourned meeting under paragraph 17.1.18(b) above, a quorum is not present after ten minutes (which shall be deemed to be a reasonable time) from the time fixed for the start of the meeting, one person entitled to be counted in a quorum present at the meeting shall constitute a quorum.

17.1.19 The chair of a meeting which permits Shareholders to attend and vote remotely shall take reasonable care to give such Shareholders:

- (a) an adequate opportunity to be counted as present in the quorum; and
- (b) sufficient opportunities to participate fully in the proceedings of the meeting, in particular when a vote is taken on a show of hands or by poll.

17.1.20 In the case of an equality of votes cast, the chair is entitled to a casting vote.

## 17.2 **Voting Rights**

17.2.1 At any meeting of Shareholders, on a show of hands every Shareholder who is present in person or who attends the meeting remotely using the means specified in the notice, shall have one vote.

17.2.2 On a poll, votes may be given either personally or by proxy or in another manner permitted by the Instrument. The voting rights for each Share must be the proportion of the voting rights attached to all of the Shares in issue that the price of the Shares bears to the aggregate price or prices of all of the Shares in issue at a cut-off date selected by the ACD which is a reasonable time before notice of the meeting is sent out.

17.2.3 A Shareholder entitled to more than one vote need not, if they vote, use all their votes or cast all the votes they use in the same way. For joint Shareholders, the vote of the first Shareholder, or

the proxy of the first Shareholder, stated in the Register will be accepted to the exclusion of the votes of other joint Shareholders.

- 17.2.4 In the context of despatch of notice, **Shareholders** means the persons who were entered in the Register seven days before the notice of meeting was given but excluding persons who are known not to be entered on the Register at the date of despatch of the notice.
- 17.2.5 To be included in the quorum and entitled to vote at the meeting, **Shareholders** means the persons entered on the Register at a time determined by the ACD and stated in the notice of the meeting, which must not be more than 48 hours before the time fixed for the meeting.
- 17.2.6 The ACD is not entitled to vote at or be counted in a quorum at a meeting of Shareholders in respect of Shares held or deemed to be held by the ACD, except where the ACD holds Shares on behalf of, or jointly with, a person who, if themselves the sole registered Shareholder would be entitled to vote, and from whom the ACD has received voting instructions. Associates of the ACD are entitled to be counted in a quorum and, if they hold Shares on behalf of a person who would have been entitled to vote if they had been a registered Shareholder and they have received voting instructions from that person, may vote in respect of such Shares pursuant to such instructions.
- 17.2.7 The ACD will publish the minutes on a website accessible to the general public without charge, no later than five Business Days after the meeting has taken place (but in the case of an original meeting which is adjourned, the minutes will be published no later than five Business Days after the adjourned meeting has taken place).

### 17.3 **Service of documents**

- 17.3.1 Any notice or document to be served upon a Shareholder will be duly served if it is:
- (a) delivered to the Shareholder's address as appearing in the Register; or
  - (b) sent using an electronic medium in accordance with paragraph 6.3.8 above.
- 17.3.2 Any notice or document served by post is deemed to have been served on the second Business Day following the day on which it was posted.
- 17.3.3 Any document left at a registered address or delivered other than by post is deemed to have been served on that day.
- 17.3.4 Any notice or document served by post on one joint Shareholder is deemed to also have been served on each other joint Shareholder whose address, as appearing on the Register, is the same address to which the notice or document was sent.
- 17.3.5 Any document or notice to be served on, or information to be given

to a Shareholder, must be in legible form. For this purpose, any form is a legible form if it:

- (a) is consistent with the ACD's knowledge of how the recipient of the document wishes or expects to receive the document;
- (b) is capable of being provided in hard copy by the ACD;
- (c) enables the recipient to know or record the time of receipt; and
- (d) is reasonable in the context.

## 17.4 **Changes to the Company**

- 17.4.1 Changes to the Company are classified as fundamental, significant or notifiable.
- 17.4.2 The ACD must obtain the prior approval of Shareholders by extraordinary resolution for any proposed change to the Company which constitutes a "fundamental change". This is a change or event which:
  - (a) changes the purpose or nature of the Company;
  - (b) may materially prejudice a Shareholder;
  - (c) alters the risk profile of the Company; or
  - (d) introduces a new type of payment out of the Scheme Property.
- 17.4.3 The ACD must give prior written notice to Shareholders of any proposed change which constitutes a "significant change". This is a change or event which is not fundamental, but which:
  - (a) affects a Shareholder's ability to exercise their rights in relation to their investment;
  - (b) would reasonably be expected to cause the Shareholder to reconsider their participation in the Company;
  - (c) results in any increased payments out of Scheme Property to the ACD, or an associate of the ACD; or
  - (d) materially increases other types of payment out of the Scheme Property.
- 17.4.4 The notice period must be a reasonable length and must not be less than 60 days.
- 17.4.5 The ACD must inform Shareholders in an appropriate manner and timescale of any notifiable changes that are reasonably likely to affect, or have affected, the operation of the Company. This is a change or event, other than a fundamental or significant change, which a Shareholder must be made aware of unless the ACD concludes the change is insignificant. The appropriate manner and timescale of notification will depend on the nature of the change or event. An appropriate manner of notification could include the information being included in the next report of the Company.

- 17.4.6 Changes to the investment objective and policy will normally require approval by Shareholders at an extraordinary general meeting if the change alters the nature or risk profile of a Fund, or on giving 60 days' notice to Shareholders where the changes do not alter the nature or risk profile of a Fund. In exceptional circumstances, changes may be made to the investment objective and policy of a Fund with no minimum period of notice where these are for clarification purposes only. In all cases, changes may only be made to the investment objective and policy following notification to the FCA pursuant to the OEIC Regulations and confirmation from the FCA that these changes will not affect the ongoing authorisation of a Fund.

## **18. Taxation**

### **18.1 General**

**The following summary is based on current UK law and HM Revenue & Customs practice. It summarises the UK tax position of Open-Ended Investment Companies (OEICs) and Shareholders who are UK tax resident. However, it should not be regarded as exhaustive and investors are advised to obtain specific advice from their professional tax adviser. Levels and bases of, and reliefs from, taxation are subject to change in the future.**

### **18.2 Taxation of the Company and the Funds**

The Company is an umbrella OEIC and each Fund is treated as a separate Authorised Investment Fund for tax purposes. Income of each Fund is deemed to be distributed for tax purposes, even when it is accumulated. References to distributions include deemed distributions of accumulated income.

An OEIC will make dividend distributions except where over 60% of the Fund's property has been invested at all times throughout the distribution period in interest paying and related investments, in which case it will make interest distributions. A Fund that makes interest distributions is referred to as a **Bond Fund** and a Fund that makes dividend distributions is referred to as an **Equity Fund**.

#### **18.2.1 Income**

Each Fund is liable to corporation tax on its income after relief for management expenses (which include fees payable to the ACD and to the Depositary). The rate of corporation tax applicable to each Fund is equal to the basic rate of income tax.

Where the Fund is a Bond Fund the gross amount of any interest distributions is an allowable expense for corporation tax purposes and no tax should actually be paid on that part of the income funding the interest distributions.

Dividend income received by each Fund from investments in UK resident and overseas companies should fall within an exemption from corporation tax. Dividend income received from foreign companies may be subject to withholding tax or other taxation in the foreign jurisdiction. Any foreign tax suffered by a Fund may normally be deducted from the UK tax due on that income or treated as an expense in calculating the amount of that income subject to corporation tax.

## 18.2.2 **Capital gains**

Capital gains realised by each Fund on a disposal of its investments are exempt from corporation tax on chargeable gains. In the unlikely event that a Fund should be considered to be trading in securities for tax purposes, any gains made by it would be treated as income and taxed accordingly.

## 18.2.3 **Stamp Duty Reserve Tax**

Stamp duty reserve tax (**SDRT**) is generally charged on any agreements to transfer shares of OEICs (other than transactions handled by the fund manager) to third parties at a rate of 0.5% of the consideration.

No SDRT charge arises on the issue or surrender of shares of OEICs. However, investors may be subject to an SDRT charge where Shares in a Fund are surrendered and the investors receive assets from the Fund (rather than cash) which are not in proportion to each investor's share of the total assets held by the Fund.

HM Treasury has announced its intention to replace stamp duty and SDRT with a single tax. The government has stated that any changes would take effect no earlier than 2027. These proposals do not affect the current operation of SDRT as described above. The ACD will continue to monitor developments and will update when further detail is available.

## 18.3 **Taxation of Shareholders**

### 18.3.1 **Income**

For tax purposes, an OEIC is treated as distributing the whole of the income available for distribution in each of its distribution periods, whether actually distributed or accumulated by the Fund. Distributions may be made as interest distributions or dividend distributions as set out below.

The distribution accounts of the Company for any of its distribution periods may show income available for distribution as either (a) an interest distribution or (b) a dividend distribution. The type of distribution that either actually takes or is deemed to take place depends on the source and composition of the income within the relevant Fund.

Where more than 60% of a Fund is invested in "qualifying investments" (broadly speaking interest paying investments, see further below) a Fund will make an interest distribution. Where this is not the case, distributions made by a Fund will be dividend distributions.

All Shareholders will be sent tax vouchers stating the make-up of their distributions and showing their taxable income.

#### (a) Interest distributions

##### (i) UK resident individuals

Interest distributions paid by a Fund (save in respect of distributions to certain qualifying Shareholders) are treated as yearly interest and, as such, are subject to income tax.

No income tax is required to be deducted at source from

interest distributions, with the result that Shareholders will receive interest distributions gross of any tax.

Basic rate taxpayers are entitled to a personal savings allowance, higher rate taxpayers are entitled to a reduced personal savings allowance and additional rate taxpayers have no personal savings allowance.

Basic rate, higher rate and additional rate taxpayers will pay income tax (in the case of basic rate and higher rate taxpayers, on the amount in excess of the applicable personal savings allowance) on any income distributions at the basic rate, the higher rate or the additional rate (as applicable).

(ii) UK corporate Shareholders

If, at any point in an accounting period of a UK corporate Shareholder, a Fund fails to satisfy the "**qualifying investments**" test, Shares held by the UK corporate Shareholder in respect of such Fund are treated as if the Shares in respect of such a corporate's accounting period (including gains, profits and losses) are rights under a creditor loan relationship and will be taxed or relieved as an income receipt or expense on a "fair value accounting" basis. Accordingly, such a corporate Shareholder may, depending on its own circumstances, incur a charge to corporation tax on an unrealised increase in the value of its holding of Shares (and, likewise, obtain relief against corporation tax for an unrealised reduction in the value of its holding of Shares).

A Fund will fail to satisfy the "**qualifying investments**" test at any time when more than 60% of its assets by market value comprise government and corporate debt securities, cash on deposit, certain derivative contracts or holdings in other collective investment schemes which at any time in the relevant accounting period do not themselves satisfy the "qualifying investments" test, or other interest-bearing securities.

Interest distributions paid to UK corporate Shareholders may be paid without deduction of income tax at source.

(b) Dividend distributions

Dividend distributions paid by a Fund are treated as if they are dividends.

(i) UK resident individuals

UK resident individuals liable to income tax at the basic, higher or additional rate will be taxed at the appropriate dividend rate on the receipt of dividend distributions subject to the availability of allowances and reliefs including the annual dividend allowance.

(ii) UK corporate Shareholders

UK resident corporate Shareholders must split their dividend

distributions into franked and unfranked income portions according to the percentage split given on the tax voucher. The unfranked portion is, to the extent it comprises UK source income, generally treated as an annual payment received after deduction of income tax at the basic rate, whereas the balance is treated as franked income – i.e. a dividend. Both annual payments and dividends are liable to corporation tax in the hands of UK corporate Shareholders although the franked dividend portion should fall within an exemption from corporation tax.

### 18.3.2 Chargeable gains

- (a) UK resident individuals
  - (i) Shareholders who are resident in the UK may be liable to UK taxation on capital gains arising from the sale or other disposal, including a redemption of Shares in a Fund. A switch of Funds is treated as a disposal for capital gains tax purposes. Gains will be tax-free if after deduction of allowable losses, they fall within an individual's annual capital gains exemption.
  - (ii) Gains in excess of the annual exemption amount are taxed at the lower rate of capital gains tax to the extent that together with an individual's taxable income they do not exceed the upper limit of the basic rate income tax band and at the higher rate to the extent that they exceed that limit.
  - (iii) Shares in the Sub-Funds may form part of a Shareholder's estate for UK inheritance tax purposes where the Shareholder is a long-term UK resident. The availability of reliefs will depend on the Shareholder's personal circumstances. Investors should seek professional advice if this is relevant to their planning.
- (b) UK corporate Shareholders
  - (i) UK corporate Shareholders (whose Shares are not treated as creditor loan relationships) will be charged to corporation tax on any gains realised after the deduction of allowable losses (if any).

**The ACD reserves the right to redeem the Shares of any Shareholder who jeopardises the tax status of the Company.**

### 18.4 Income equalisation – tax implications

The price of a Share of a particular Class is based on the value of that Class's entitlement in the relevant Fund, including the income of the relevant Fund since the previous distribution or, in the case of Accumulation Shares, deemed distribution. In the case of the first distribution received or accumulation made in respect of a Share, part of the amount, namely the equalisation payment, is treated as a return of capital and is not taxable as income in the hands of the Shareholder. This amount is, however, in the case of Income Shares, deducted from the cost of the Share in computing any capital gains. Equalisation applies only to Shares purchased during the relevant accounting period. It is calculated as the average amount of income included in the issue price of all Shares of the relevant Class issued during the

period.

#### 18.5 **UK information reporting regime**

OEICs are required to report details of interest distributions paid to UK, and many non-UK investors. Dividend distributions and payments made to ISA investors are not within the scope of these rules but see the paragraphs dealing with "International tax compliance" below.

#### 18.6 **Tax Elected Fund (TEF) regime**

The ACD may, in the future, seek to elect some or all of the Funds into the TEF regime if it considers that it would be advantageous for the majority of investors in the Company to do so. If a Fund is elected into the TEF regime, the UK tax treatment of the relevant Fund and its investors would be different to that set out above.

#### 18.7 **International tax compliance**

18.7.1 The Company is required to comply with the International Tax Compliance Regulations.

18.7.2 The International Tax Compliance Regulations transpose into UK law rules and obligations derived from international standards and inter-governmental agreements entered into by the UK which are aimed at increasing transparency and reducing tax evasion. The regulations include rules derived from the US Foreign Account Tax Compliance Act (**FATCA**) and the OECD Common Reporting Standard for Automatic Exchange of Financial Account Information (**CRS**).

18.7.3 To be compliant with the International Tax Compliance Regulations the Company must collect information about each Shareholder's tax residence and, in certain circumstances, provide information about Shareholders' shareholdings to HMRC. HMRC may in turn share this information with overseas tax authorities. Such tasks may be delegated to the Administrator.

18.7.4 **Shareholders should note that:**

- (a) they may be asked to provide additional information (including information regarding their tax residence) to the ACD or the Administrator to enable the Company to satisfy these obligations;**
- (b) the ACD or Administrator may report these details, along with information about a Shareholder's holding, to HMRC; and**
- (c) HMRC may subsequently exchange this information with other governments or tax authorities in other jurisdictions.**

18.7.5 If a Shareholder fails to provide the information required by the Company to comply with its obligations to HMRC this may result in the ACD taking appropriate action against the Shareholder, including invoking the compulsory transfer and redemption provisions set out in this Prospectus. The Shareholder may also be

liable for any penalties suffered by the ACD. The ACD may deduct the amount of any penalty from the Shareholder's account.

## **19. Winding up of the Company or termination of a Fund**

- 19.1 The Company will not be wound up except as an unregistered company under Part V of the Insolvency Act 1986 or under the COLL Sourcebook. A Fund must not be terminated, except under the COLL Sourcebook, or by being wound up under Part V of the Insolvency Act 1986 (as modified by regulation 33C of the OEIC Regulations) as an unregistered company.
- 19.2 Where the Company is to be wound up, or a Fund is to be terminated under the COLL Sourcebook, such winding up, or termination, may only be commenced when (a) effect has been given under regulation 21 of the OEIC Regulations to proposals to wind up the affairs of the Company, or to make alterations to the Instrument of Incorporation and Prospectus that would be required if a Fund was to be terminated, and (b) a statement has been prepared and delivered to the FCA under COLL 7.3.5R (solvency statement) and received by the FCA prior to satisfaction of the condition (a).
- 19.3 The Company must not be wound up, or a Fund terminated under the COLL Sourcebook, if there is a vacancy in the position of ACD at the relevant time.
- 19.4 The Company or a Fund may be wound up under the COLL Sourcebook:
- 19.4.1 if an extraordinary resolution to that effect is passed by Shareholders; or
  - 19.4.2 if the period (if any) fixed for the duration of the Company or a particular Fund by the Instrument of Incorporation expires, or an event (if any) occurs on the occurrence of which the Instrument of Incorporation provides that the Company or a particular Fund is to be wound up (for example, if the share capital of the Company is below its prescribed minimum); or
  - 19.4.3 on the date stated in any agreement by the FCA in response to a request from the ACD for the winding up of the Company, or a request to terminate a Fund; or
  - 19.4.4 on the effective date of a duly approved scheme of arrangement which is to result in the Company, or a Fund, ceasing to hold any scheme property; or
  - 19.4.5 as the Company is an umbrella company, on the date on which all of the Funds fall within 19.4.4 above or have otherwise ceased to hold any Scheme Property, despite the Company may have assets and liabilities that are not attributable to any particular Fund.
- 19.5 On the occurrence of any of the above:
- 19.5.1 the COLL Sourcebook relating to valuation and pricing and dealing and investment and borrowing powers will cease to apply to the Company or the particular Fund;
  - 19.5.2 the Company will cease to issue and cancel Shares in the Company or the relevant Fund and the ACD shall cease to sell or redeem Shares or arrange for the Company to issue or cancel them for the Company or the relevant Fund;

- 19.5.3 no transfer of a Share shall be registered and no other change to the Register shall be made without the sanction of the ACD;
  - 19.5.4 where the Company is being wound-up, the Company shall cease to carry on its business except in so far as it is beneficial for the winding up of the Company;
  - 19.5.5 the corporate status and powers of the Company and, subject to (a) and 19.5.4 above, the powers of the ACD shall continue until the Company is dissolved.
- 19.6 The ACD shall, as soon as practicable after the Company or a Fund falls to be wound up, realise the assets and meet the liabilities of the Company or the Fund and, after paying out or retaining adequate provision for all liabilities properly payable and retaining provision for the costs of winding up, arrange for the Depositary to make one or more interim distributions out of the proceeds to Shareholders proportionately to their rights to participate in the Scheme Property of the Company or the Fund. If the ACD has not previously notified Shareholders of the proposal to wind up the Company or terminate the Fund, the ACD shall, as soon as practicable after the commencement of winding up of the Company or the termination of the Fund, give written notice of the commencement to the Shareholders. When the ACD has caused all of the Scheme Property to be realised and all of the liabilities of the Company or the particular Fund to be realised, the ACD shall arrange for the Depositary to make a final distribution to Shareholders on or prior to the date on which the final account is sent to Shareholders of any balance remaining in proportion to their holdings in the Company or Fund.
- 19.7 As soon as reasonably practicable after completion of the winding up of the Company or the particular Fund, the Depositary shall notify the FCA that the winding up has been completed. On completion of a winding up of the Company, the Company will be dissolved and any money (including unclaimed distributions) still standing to the account of the Company will be paid into court within one month of the dissolution.
- 19.8 Following the completion of a winding up of either the Company or a Fund, the ACD must prepare a final account showing how the winding up took place and how the Scheme Property was distributed. The auditors of the Company shall make a report in respect of the final account stating their opinion as to whether the final account has been properly prepared. This final account and the auditors' report must be sent to the FCA and to each Shareholder within two months of the completion of the winding up.
- 19.9 As the Company is an umbrella company, any liabilities attributable or allocated to a particular Fund under the COLL Sourcebook shall be met first out of the property attributable or allocated to that particular Fund. Accordingly the assets of each Fund belong exclusively to that Fund and shall not be used to discharge directly, or indirectly, the liabilities of, or claims against, any other person or body, including the Company, or any other Fund, and shall not be available for any such purpose. Any liabilities, expenses, costs or charges which are not attributable to one Fund only and allocated in accordance with the FCA Rules, may be reallocated by the ACD, provided that such reallocation shall be done in a manner which is fair to the Shareholders of the Company generally.

## **20. General Information**

### **20.1 Accounting Periods**

The annual accounting periods and accounting reference date for each of the Funds are outlined in Appendix 1.

## 20.2 **Income Allocations**

- 20.2.1 Distributions of income for each Fund are made on or before the annual income allocation date and on or before the interim allocation date(s) as relevant in each year.
- 20.2.2 Allocations of income are made in respect of the income available for allocation in each accounting period.
- 20.2.3 Income allocation dates for the each of the Funds are set out in Appendix 1.
- 20.2.4 Income receivable in respect of Income Shares is distributed to Shareholders. Holders of Accumulation Shares are not entitled to be paid the income attributable to such Shares, but that income is automatically transferred to (and retained as part of) the capital assets of the relevant Fund at the end of the relevant distribution period and is reflected in the price of an Accumulation Share.
- 20.2.5 Distributions of income will be paid by BACS, cheque or any other means agreed between the ACD and the relevant Shareholder from time to time. Distributions of income will be paid within two months of each income allocation date.
- 20.2.6 If a distribution remains unclaimed for a period of six years after it has become due, it will be forfeited and will revert to the relevant Fund (or, if that no longer exists, to the Company).
- 20.2.7 The amount available for distribution in any accounting period is generally calculated by taking the aggregate of the income received or receivable for the account of the relevant Fund in respect of that period, and deducting the charges and expenses of the relevant Fund paid or payable out of income in respect of that accounting period. The ACD then makes such other adjustments as it considers appropriate (and after consulting the Company's auditors as appropriate) in relation to taxation, income equalisation, income unlikely to be received within 12 months following the relevant income allocation date, income which should not be accounted for on an accrual basis because of lack of information as to how it accrues, transfers between the income and capital account and any other adjustments (including for amortisation) which the ACD considers appropriate after consulting the auditors.

## 20.3 **Income equalisation**

- 20.3.1 The price of a Share of a particular Class in a Fund is based on the value of that Class's entitlement including the income of the relevant Fund since the previous distribution or, in the case of Accumulation Shares, deemed distributions. In the case of the first distribution received or accumulation made in respect of a Share, part of the amount, namely the equalisation payment, is a return of capital and is not taxable as income in the hands of the Shareholder.
- 20.3.2 Equalisation applies only to Shares purchased during the relevant

accounting period. It is calculated as the average amount of income included in the price of all Shares of the Fund concerned issued during the period.

## 20.4 Annual Reports

- 20.4.1 Annual reports of the Company will be published within four months of the end of each annual accounting period and half-yearly reports will be published within two months of the end of each interim accounting period and are available free of charge to anyone who requests from the ACD.
- 20.4.2 The first report of the Company will be for the period from launch to 30 June 2026.
- 20.4.3 The annual report will also include (where relevant) information regarding the Company's use of SFTs and TRSs, as required by the Securities Financing Transactions Regulation.
- 20.4.4 Pursuant to the UK AIFM regime, the ACD will disclose the following information in each annual report:
  - (a) the percentage of the Company's assets which are subject to special arrangements arising from their illiquid nature, including an overview of any special arrangements in place, the valuation methodology applied to the assets which are subject to such arrangements and how management and performance fees, if any, apply to these assets;
  - (b) if risk limits set for the Company by the ACD have been or are likely to be exceeded and, where these risk limits have been exceeded, a description of the circumstances and the remedial measures taken;
  - (c) the total amount of Leverage employed by the Company;
  - (d) the current risk profile of the Company;
  - (e) any material changes to the following information:
    - (i) the arrangements for managing the liquidity of the Company;
    - (ii) the risk management systems employed by the ACD to manage the risks to which the Company are, or may be, exposed;
    - (iii) the current risk profile of the Company and the maximum level of Leverage that the ACD may employ on behalf of the Company; and
    - (iv) where applicable, any right for re-use of collateral or any guarantee under the Company's leveraging arrangements as well as the nature of such rights or guarantees.
  - (f) any additional disclosures required by the UK AIFM regime.

## 20.5 Documents of the Company

20.5.1 The following documents may be inspected free of charge between 9.30 am and 4.30 pm on every Business Day at the offices of the ACD at the address set out in Appendix 8:

- (a) the most recent annual and half-yearly reports of the Company;
- (b) the Instrument of Incorporation (and any amending instrument of incorporation);
- (c) the most recent version of the Prospectus;
- (d) the most recent version of the Company's key investor information documents;
- (e) the ACD Agreement; and
- (f) the material contracts referred to below (other than the Depositary Agreement).

20.5.2 Shareholders may obtain copies of the above documents from the ACD. The ACD may make a charge at its discretion for copies of documents (apart from in relation to the annual and half-yearly long reports of the Company which are available free of charge).

20.5.3 To the extent there is any conflict between this Prospectus and the Instrument of Incorporation, the Instrument of Incorporation will prevail.

## 20.6 Material Contracts

20.6.1 The following contracts, not being contracts entered into in the ordinary course of business, have been entered into by the Company and are, or may be, material:

- (a) the ACD Agreement between the Company and the ACD;
- (b) the Investment Management Agreement between the ACD and Timeline Portfolios Ltd; and
- (c) the Depositary Agreement between the Company, the ACD and the Depositary.

20.6.2 Details of the above contracts are given in paragraphs 10, 11 and 12 above.

## 20.7 Risk Management

20.7.1 The ACD, in consultation with the Investment Manager, has adopted a risk management process (which includes a risk management policy) enabling it to monitor and measure the risk of each Fund's portfolio and the contribution of the underlying investments to the overall risk profile of each Fund.

20.7.2 The ACD operates a liquidity risk management policy with a view to ensuring that Shareholders are able to realise their Shares in accordance with this Prospectus and the requirements of the FCA

Rules. This Prospectus provides information in relation to liquidity risk management, including the redemption rights of investors in normal and exceptional circumstances, and the existing redemption arrangements with investors.

- 20.7.3 Liquidity risk is the risk that a Fund is unable to meet its obligations as they fall due. Examples include insufficient cash to meet redemption requests or make margin payments requirements and the risk that a particular derivative position cannot be easily unwound or offset due to insufficient market depth or market disruption or that a Fund's financial obligations arising from the derivative activity (such as margin calls) will not be able to be met. It is controlled for through monitoring of the liquidity of all instruments used, including derivatives, in the context of the investment objectives and liquidity requirements of each scheme or client account. Cash positions are monitored and reported to ensure that the Funds has sufficient capacity to meet obligations arising from any derivative positions.
- 20.7.4 Stress tests on each Fund's portfolios are undertaken on a periodic basis, the frequency is dependent on a number of factors, e.g. portfolio composition and liquidity.

## 20.8 **Leverage (as defined in the UK AIFM regime)**

- 20.8.1 This section explains in what circumstances and how the ACD may use leverage as defined by the UK AIFM regime (**Leverage**) in respect of the Funds and maximum level of Leverage permitted.
- 20.8.2 Leverage means any method by which a Fund increases its exposure whether through borrowing cash or securities or leverage embedded in derivative positions or any other means. The increase in exposure may lead to a higher level of risk. The sources of Leverage which can be used when managing a Fund include:
- (a) cash borrowing; and
  - (b) financial derivative instruments.
- 20.8.3 The ACD is required to calculate and monitor the level of Leverage of each Fund. Leverage is expressed as a ratio between the exposure of a Fund and its Net Asset Value (**Exposure/NAV**). The exposure of a Fund shall be calculated in accordance with the commitment method (**Commitment Method**) and the gross method (**Gross Method**).
- 20.8.4 Gross Method: under the Gross Method, the exposure of a Fund is calculated as follows:
- (a) include the sum of all assets purchased, plus the absolute value of all liabilities;
  - (b) exclude the value of cash and cash equivalents which are highly liquid investments held in the base currency of the Fund, that:
    - (i) are readily convertible to a known amount of cash;
    - (ii) are subject to an insignificant risk of change in value; and

- (iii) provide a return no greater than the rate of a three month high quality government bond;
- (c) derivative instruments are converted into the equivalent position in their underlying assets;
- (d) exclude cash borrowings that remain in cash or cash equivalents and where the amounts payable are known;
- (e) include exposure resulting from the reinvestment of cash borrowings, expressed as the higher of the market value of the investment realised or the total amount of the cash borrowed; and
- (f) include positions within repurchase or reverse repurchase agreements and securities lending or borrowing or other similar arrangements. (The ACD currently does not intend to enter into repurchase or reverse repurchase agreements and securities lending or borrowing or other similar arrangements).

20.8.5 Under the Commitment Method, the exposure of a Fund is calculated in the same way as under the Gross Method; however, the exposure of derivative or security positions employed in hedging and netting arrangements are not included in this calculation, provided certain conditions are met.

20.8.6 Further information regarding these different Leverage calculation methods found in the UK AIFM regime is available upon request from the ACD.

20.8.7 The maximum level of leverage of each Fund will be as follows:

|  |      |
|--|------|
| <b>Maximum level of leverage using the Commitment Method</b> | 200% |
| <b>Maximum level of leverage using the Gross Method</b>      | 300% |

20.8.8 As these calculations of regulatory leverage do not take into account whether a particular financial derivative instrument increases or decreases investment risk, they will not necessarily be representative of the actual level of investment risk within a Fund.

## 20.9 **Summary of the ACD's Haircut Policy**

20.9.1 The ACD may have to provide or receive collateral in entering into certain derivative transactions for a Fund. In doing so, the ACD may apply a haircut to that collateral. A "haircut" is a percentage that is subtracted from the market value of an asset that is being used as collateral.

20.9.2 The ACD will judge, on a case-by-case basis, the extent and type of collateral to use when negotiating with counterparties and clearing houses and the haircut policy which it will apply.

20.9.3 Where cash is received as collateral it will not be invested in

anything other than cash or short-term deposit accounts.

- 20.9.4 Cash and the types of collateral will be deemed to be permitted for the purposes of the Company's collateral policy.

## 20.10 **Electronic Verification**

- 20.10.1 The Money Laundering, Terrorist Financing and Transfer of Funds (Information on the Payer) Regulations 2017, The Proceeds of Crime Act 2002, the Senior Management Arrangements Systems & Controls Source book and Joint Money Laundering Steering Group guidance notes (which are updated from time to time) state that the ACD must check the identity of Shareholders and applicants for Shares and the source of the money invested.
- 20.10.2 The ACD (and/or its delegates) may request verification documents from parties associated with Shareholders or applicants for Shares. In some cases, documentation may be required from officers performing duties on behalf of bodies corporate. The checks may include an electronic search of information held about a Shareholder or applicant for Shares (or an associated party) on the electoral roll and using credit reference agencies.
- 20.10.3 A credit reference agency may check the details supplied against any particulars on any database (public or otherwise) to which they have access and may retain a record of that information. They may also use your (or your associated party's) details in the future to assist other companies for verification purposes. If you apply for Shares you acknowledge that the ACD may ask for this information in line with Data Protection Laws. If you invest through a financial adviser they must fill an identity verification certificate on your behalf and send it to the ACD with your application.

## 20.11 **Data Protection**

- 20.11.1 The personal details of each applicant for Shares and each Shareholder will be held by the ACD and/or the Registrar as its agent in accordance with Data Protection Laws for the purposes of carrying out the ACD's agreement with each Shareholder. This may include the transfer of such data to other members of the ACD's group and to other businesses providing services to the ACD (including their offices outside the UK), where the transfer is necessary for the provision of services in relation to the ACD's role as operator of the Company. The data protection laws and other laws of these countries may not be as comprehensive as those that apply within the UK. In these instances the ACD will take steps to ensure that your privacy rights are respected. Shareholders have the right to access their personal data processed by the ACD together with (in certain circumstances) the right to object to the processing of such data for legitimate reasons. A copy of the ACD's Privacy Notice relating to investors is available at <https://www.tutman.co.uk/privacy-notice/> or on request from [compliance@tutman.co.uk](mailto:compliance@tutman.co.uk).

## 20.12 **Complaints**

- 20.12.1 Shareholders who have a complaint about the operation of the Company should in the first instance contact the ACD.

20.12.2 If a complaint cannot be resolved satisfactorily with the ACD, it may be referred to the Financial Ombudsman Service at Exchange Tower, London E14 9SR or online at <https://www.financial-ombudsman.org.uk/>.

20.12.3 A copy of the complaints handling procedure is available from the ACD on request.

### 20.13 **Non-Accountability for profits**

20.13.1 Neither the Company, the ACD, the Depositary, the Investment Manager, the Sub-Investment Manager (or any Associate of the same), the Distributor or the Auditor is liable to account to either each other or to Shareholders for any profits or benefits it makes or receives that are made or derived from or in connection with:

- (a) dealings in the Shares of any Fund; or
- (b) any transaction in the Scheme Property; or
- (c) the supply of services to the Funds.

### 20.14 **Telephone calls**

20.14.1 Telephone calls may be recorded for regulatory, training or monitoring purposes.

20.14.2 Recordings will be provided on request for a period of least five years from the date of such recording or, where requested by a competent authority, for a period of seven years where the ACD can identify the call. If an investor asks the ACD to send a recording of a particular call the ACD may ask for further information to help identify the exact call to which the request relates to.

**Appendix 1**  
The Funds

The Funds, and their investment objectives and policies, are set out below:

|                          |   |
|--------------------------|---|
| Fund Name                | <b>TM Timeline 100% Equity Fund</b>   |
| Product Reference Number | 1037861   |
| Type of sub-fund         | NURS<br><br>The Fund is not a feeder UCITS, a feeder NURS, a fund of alternative investment funds or a property authorised investment fund.   |
| Launch Date              | 12 August 2025  |
| Initial Offer Period     | There will not be an Initial Offer Period in respect of the Fund.   |
| Investment Objective     | The investment objective of the Fund is to provide capital growth, net of fees, over a rolling 5 year period.<br><br>The Fund is part of the TM Timeline range offering funds with varying combinations of global equity and fixed income exposure, in any or all economic sectors, achieved by investing in tracker funds (passive funds that track an index).   |
| Investment Policy        | The Fund will target a 100% allocation to global equities, including emerging market equities, via investment in tracker funds.<br><br>The Investment Manager will select the tracker funds for the Fund in the appropriate long term proportions required to meet the investment objective. More information on how the Investment Manager selects tracker funds is set out in the 'Investment Strategy' section below. These tracker funds may include collective investment vehicles managed by the ACD or its associates or the Investment Manager or the Sub-Investment Manager or their associates and may also include investment trusts and exchange traded funds.<br><br>Concentration – whilst the Fund will hold a concentrated number of tracker funds (between 6 and 12 initially) the underlying exposure gained from investing in these funds will be diversified.<br><br><b>Derivatives will only be used for efficient portfolio management (including hedging), although use is expected to be limited.</b><br><br>The investment policy of the Fund may mean that at times, where it is considered appropriate, the Scheme Property of the Fund will not be fully invested and that prudent levels of liquidity will be maintained in order to manage subscriptions and redemptions. |

|                      |  |
|----------------------|--|
| Investment Strategy  | <p>The Investment Manager screens the entire universe of eligible passive funds (with Sterling share classes) that invest in the asset classes included in the Fund's long term asset allocation on a quarterly basis. All funds with an OCF over 0.50% are removed. Funds that screen well on both cost and performance are then subjected to a thorough due diligence process that includes examination of investment characteristics; investment process; fund manager's resources, particularly risk management and compliance framework; index tracking ability and repeatability of results; fund size and liquidity. Funds are then selected based on those that offer the lowest cost opportunity to meet the Fund's asset allocation targets within a robust investment and risk management framework.</p> <p>Funds held are monitored on a quarterly basis for adherence to their targets, to ensure they are serving their purpose in the Fund overall. Funds will be replaced where a better value for money alternative becomes available within the same asset class, or when performance is deteriorating. The Investment Manager engages with the fund manager of the underlying funds to secure discounted fees where possible.</p> |
| Comparator benchmark | <p>Morningstar UK Adventurous Target Allocation NR GBP</p> <p>The Fund uses the Morningstar UK Adventurous Target Allocation NR GBP for performance comparison purposes. The benchmark is not a target benchmark and the Fund is not constrained by it. Comparison to this benchmark is undertaken to ensure that the Fund continues to offer good outcomes relative to the universe of peer funds that are available to underlying clients, at a low cost.</p> <p>The benchmark has been selected as a comparator for performance because the long term strategic asset allocation of the Fund is aligned with the upper threshold of this benchmark.</p> <p>The ACD reserves the right to change the peer group following consultation with the Depositary and in accordance with the rules in the COLL Sourcebook. A change could arise, for example, where the ACD determines that an alternative may be more appropriate.</p>   |

|                          |   |
|--------------------------|---|
| Investor Profile         | <p>The Fund is compatible with long term investors who can afford to set aside the capital for at least five years. Investors should note that the recommended time horizon is a minimum and not a recommendation to sell at the end of that minimum period. If you are uncertain about whether this product is compatible with your needs, please contact an independent financial adviser.</p> <p>Investors must be comfortable that the value of investments in the Fund can go down as well as up, that capital may be at risk and that performance varies over time and returns are not guaranteed.</p> <p>Investors should be aware that there is no protection of capital and no guaranteed return and investors can lose the amount invested. Accordingly, Shares in the Fund are not compatible with:</p> <ul style="list-style-type: none"> <li>• any investor who does not have sufficient resources to bear any loss resulting from the investment, including investors who can only bear a limited loss;</li> <li>• any investor who cannot set aside the capital for at least five years;</li> <li>• investors who are not prepared to take any risk with their money or put their capital at risk; and/or</li> <li>• any investor looking for a guaranteed income or a guaranteed total return.</li> </ul> |
| Name of Share(s)         | <p>Class A GBP Income Shares<br/> Class A GBP Accumulation Shares<br/> Class B GBP Income Shares<br/> Class B GBP Accumulation Shares</p>   |
| Cut-Off Point            | 10.00 am London time  |
| Allocation of payments   | <p>Charges will be taken from income (except those charges and expenses relating directly to the purchase and sale of investments) in the first instance.</p> <p>If at the end of the accounting period there is insufficient income, the shortfall will be allocated to capital. <b>It should be noted that, where fees are charged to capital, this policy may result in capital erosion or constrain capital growth.</b></p>   |
| Annual accounting date   | 31 December   |
| Interim accounting date  | 30 June   |
| Income distribution date | 30 April  |
|                          | <b>Class A GBP Accumulation and Income*</b>   |
| Preliminary Charge*      | Nil   |
| Exit Charge              | Nil   |

|                               |       |
|-------------------------------|-------|
| Annual Management Charge      | 0.15% |
| Capped Ongoing Charges Figure | 0.20% |
| Minimum Investment*           | Nil   |
| Minimum Redemption*           | Nil   |
| Minimum Holding*              | Nil   |
| Minimum further investment*   | Nil   |
| Performance fee               | No    |

\*Class A Shares are restricted to advised investor platforms with whom the Distributor has a relationship

|                               | <b>Class B GBP Accumulation and Income**</b> |
|-------------------------------|--|
| Preliminary Charge*           | Nil  |
| Exit Charge                   | Nil  |
| Annual Management Charge      | 0.20%  |
| Capped Ongoing Charges Figure | 0.25%  |
| Minimum Investment*           | £1,000                                       |
| Minimum Redemption*           | Nil  |
| Minimum Holding*              | Nil  |
| Minimum further investment*   | Nil  |
| Performance fee               | No   |

\*\*Class B Shares are available to direct retail investors

The ACD may waive the preliminary charge and minimum investment / redemption / holding levels at its discretion.

Please refer to the "Fees and Expenses" section above for information on all other fees and expenses applicable to the Fund.

|                          |  |
|--------------------------|--|
| Fund Name                | <b>TM Timeline 70-90% Equity Fund</b>  |
| Product Reference Number | 1037860  |
| Type of sub-fund         | NURS<br><br>The Fund is not a feeder UCITS, a feeder NURS, a fund of alternative investment funds or a property authorised investment fund.  |
| Launch Date              | 12 August 2025   |
| Initial Offer Period     | There will not be an Initial Offer Period in respect of the Fund.  |
| Investment Objective     | The investment objective of the Fund is to provide capital growth, net of fees, over a rolling 5 year period.<br><br>The Fund is part of the TM Timeline range offering funds with varying combinations of global equity and fixed income exposure, in any or all economic sectors, achieved by investing in tracker funds (passive funds that track an index).  |
| Investment Policy        | The Fund will target an 80% allocation to global equities, including emerging market equities, via investment in tracker funds.<br><br>The Investment Manager will select the tracker funds for the Fund in the appropriate long term proportions to meet the investment objective. More information on how the Investment Manager selects tracker funds is set out in the 'Investment Strategy' section below. These tracker funds may include collective investment vehicles managed by the ACD or its associates or the Investment Manager or the Sub-Investment Manager or their associates and may also include investment trusts and exchange traded funds.<br><br>The Fund's exposure to equities will be allowed to move to a minimum of 70% and up to a maximum of 90% due to market movements. As equity markets fall the allocation will typically decline, and as markets rise the allocation will typically drift upwards. If the Fund's exposure to equities reaches these outer limits, the Fund will be rebalanced back to its long term target of 80%. This approach allows the Fund to minimise both explicit and implicit costs associated with the trading that rebalancing causes. It also allows investors to enjoy the benefits of equity market momentum without straying from their intended risk profile and objective. Typically with this approach, market movements lead to rebalancing once every 2 years.<br><br>The remainder of the Scheme Property of the Fund may be invested in fixed income assets via investment in tracker funds. These tracker funds may invest in government and public securities and corporate securities and other transferable securities, money market instruments and near cash and deposits. |

|                      |   |
|----------------------|---|
|                      | <p>The exposure to fixed income assets will be to both Sterling and non-Sterling denominated investments. Non-Sterling investments will be hedged at the underlying fund level. The allocation to the UK will however generally form the largest single country exposure and will be significantly higher than a global bond index. The Investment Manager has assessed that it is more relevant for UK clients to have increased exposure to the UK interest rate and inflationary environment on the basis that the fixed income asset class is the defensive part of the Fund's portfolio. The underlying funds held in the portfolio would typically exclude any fixed income assets with a credit rating below investment grade. A fixed income asset with a credit rating below investment grade has a higher risk of default.</p> <p>Concentration – whilst the Fund will hold a concentrated number of tracker funds (between 6 and 12 initially) the underlying exposure gained from investing in these funds will be diversified.</p> <p><b>Derivatives will only be used for efficient portfolio management (including hedging), although use is expected to be limited.</b></p> <p>The investment policy of the Fund may mean that at times, where it is considered appropriate, the Scheme Property of the Fund will not be fully invested and that prudent levels of liquidity will be maintained in order to manage subscriptions and redemptions.</p> |
| Investment Strategy  | <p>The Investment Manager screens the entire universe of eligible passive funds (with Sterling share classes) that invest in the asset classes included in the Fund's long term asset allocation on a quarterly basis. All funds with an OCF over 0.50% are removed. Funds that screen well on both cost and performance are then subjected to a thorough due diligence process that includes examination of investment characteristics; investment process; fund manager's resources, particularly risk management and compliance framework; index tracking ability and repeatability of results; fund size and liquidity. Funds are then selected based on those that offer the lowest cost opportunity to meet the Fund's asset allocation targets within a robust investment and risk management framework.</p> <p>Funds held are monitored on a quarterly basis for adherence to their targets, to ensure they are serving their purpose in the Fund overall. Funds will be replaced where a better value for money alternative becomes available within the same asset class, or when performance is deteriorating. The Investment Manager engages with the fund manager of the underlying funds to secure discounted fees where possible.</p>  |
| Comparator benchmark | <p>Morningstar UK Moderately Adventurous Target Allocation NR GBP</p> <p>The Fund uses the Morningstar UK Moderately Adventurous Target Allocation NR GBP for performance comparison purposes. The benchmark is not a target benchmark and the Fund is not</p>  |

|                        |   |
|------------------------|---|
|                        | <p>constrained by it. Comparison to this benchmark is undertaken to ensure that the Fund continues to offer good outcomes relative to the universe of peer funds that are available to underlying clients, at a low cost.</p> <p>The benchmark has been selected as a comparator for performance because the long term strategic asset allocation of the Fund is aligned with the upper threshold of this benchmark.</p> <p>The ACD reserves the right to change the peer group following consultation with the Depositary and in accordance with the rules in the COLL Sourcebook. A change could arise, for example, where the ACD determines that an alternative may be more appropriate.</p>  |
| Investor Profile       | <p>The Fund is compatible with long term investors who can afford to set aside the capital for at least five years. Investors should note that the recommended time horizon is a minimum and not a recommendation to sell at the end of that minimum period. If you are uncertain about whether this product is compatible with your needs, please contact an independent financial adviser.</p> <p>Investors must be comfortable that the value of investments in the Fund can go down as well as up, that capital may be at risk and that performance varies over time and returns are not guaranteed.</p> <p>Investors should be aware that there is no protection of capital and no guaranteed return and investors can lose the amount invested. Accordingly, Shares in the Fund are not compatible with:</p> <ul style="list-style-type: none"> <li>• any investor who does not have sufficient resources to bear any loss resulting from the investment, including investors who can only bear a limited loss;</li> <li>• any investor who cannot set aside the capital for at least five years;</li> <li>• investors who are not prepared to take any risk with their money or put their capital at risk; and/or</li> <li>• any investor looking for a guaranteed income or a guaranteed total return.</li> </ul> |
| Name of Share(s)       | <p>Class A GBP Income Shares</p> <p>Class A GBP Accumulation Shares</p> <p>Class B GBP Income Shares</p> <p>Class B GBP Accumulation Shares</p>   |
| Cut-Off Point          | 10.00 am London time  |
| Allocation of payments | <p>Charges will be taken from income (except those charges and expenses relating directly to the purchase and sale of investments) in the first instance.</p> <p>If at the end of the accounting period there is insufficient</p>   |

|                               |   |
|-------------------------------|---|
|                               | income, the shortfall will be allocated to capital. <b>It should be noted that, where fees are charged to capital, this policy may result in capital erosion or constrain capital growth.</b> |
| Annual accounting date        | 31 December   |
| Interim accounting date       | 30 June   |
| Income distribution date      | 30 April  |
|                               | <b>Class A GBP Accumulation and Income*</b>   |
| Preliminary Charge*           | Nil   |
| Exit Charge                   | Nil   |
| Annual Management Charge      | 0.15%   |
| Capped Ongoing Charges Figure | 0.20%   |
| Minimum Investment*           | Nil   |
| Minimum Redemption*           | Nil   |
| Minimum Holding*              | Nil   |
| Minimum further investment*   | Nil   |
| Performance fee               | No  |

\*Class A Shares are restricted to advised investor platforms with whom the Distributor has a relationship

|                               |  |
|-------------------------------|--|
|                               | <b>Class B GBP Accumulation and Income**</b> |
| Preliminary Charge*           | Nil  |
| Exit Charge                   | Nil  |
| Annual Management Charge      | 0.20%  |
| Capped Ongoing Charges Figure | 0.25%  |
| Minimum Investment*           | £1,000                                       |
| Minimum Redemption*           | Nil  |
| Minimum Holding*              | Nil  |
| Minimum further investment*   | Nil  |
| Performance fee               | No   |

\*\*Class B Shares are available to direct retail investors

The ACD may waive the preliminary charge and minimum investment / redemption / holding levels at its discretion.

Please refer to the "Fees and Expenses" section above for information on all other fees and expenses applicable to the Fund.

|                          |  |
|--------------------------|--|
| Fund Name                | <b>TM Timeline 50-70% Equity Fund</b>  |
| Product Reference Number | 1037859  |
| Type of sub-fund         | NURS<br><br>The Fund is not a feeder UCITS, a feeder NURS, a fund of alternative investment funds or a property authorised investment fund.  |
| Launch Date              | 12 August 2025   |
| Initial Offer Period     | There will not be an Initial Offer Period in respect of the Fund.  |
| Investment Objective     | The investment objective of the Fund is to provide capital growth, net of fees, over a rolling 5 year period.<br><br>The Fund is part of the TM Timeline range offering funds with varying combinations of global equity and fixed income exposure, in any or all economic sectors, achieved by investing in tracker funds (passive funds that track an index).  |
| Investment Policy        | The Fund will target a 60% allocation to global equities, including emerging market equities, via investment in tracker funds.<br><br>The Investment Manager will select the tracker funds for the Fund in the appropriate long term proportions to meet the investment objective. More information on how the Investment Manager selects tracker funds is set out in the 'Investment Strategy' section below. These tracker funds may include collective investment vehicles managed by the ACD or its associates or the Investment Manager or the Sub-Investment Manager or their associates and may also include investment trusts and exchange traded funds.<br><br>The Fund's exposure to equities will be allowed to move to a minimum of 50% and up to a maximum of 70% due to market movements. As equity markets fall the allocation will typically decline, and as markets rise the allocation will typically drift upwards. If the Fund's exposure to equities reaches these outer limits, the Fund will be rebalanced back to its long term target of 60%. This approach allows the Fund to minimise both explicit and implicit costs associated with the trading that rebalancing causes. It also allows investors to enjoy the benefits of equity market momentum without straying from their intended risk profile and objective. Typically with this approach, market movements lead to rebalancing once every 2 years.<br><br>The remainder of the Scheme Property of the Fund may be invested in fixed income assets via investment in tracker funds. These tracker funds may invest in government and public securities and corporate securities and other transferable securities, money market instruments and near cash and deposits.<br><br>The exposure to fixed income assets will be to both Sterling and non-Sterling denominated investments. Non-Sterling |

|                      |  |
|----------------------|--|
|                      | <p>investments will be hedged at the underlying fund level. The allocation to the UK will however generally form the largest single country exposure and will be significantly higher than a global bond index. The Investment Manager has assessed that it is more relevant for UK clients to have increased exposure to the UK interest rate and inflationary environment on the basis that the fixed income asset class is the defensive part of the Fund's portfolio. The underlying funds held in the portfolio would typically exclude any fixed income assets with a credit rating below investment grade. A fixed income asset with a credit rating below investment grade has a higher risk of default.</p> <p>Concentration – whilst the Fund will have a concentrated number of underlying tracker funds (between 6 and 12 initially) the underlying exposure gained from investing in these funds will be diversified.</p> <p><b>Derivatives will only be used for efficient portfolio management (including hedging), although use is expected to be limited.</b></p> <p>The investment policy of the Fund may mean that at times, where it is considered appropriate, the Scheme Property of the Fund will not be fully invested and that prudent levels of liquidity will be maintained in order to manage subscriptions and redemptions.</p> |
| Investment Strategy  | <p>The Investment Manager screens the entire universe of eligible passive funds (with Sterling share classes) that invest in the asset classes included in the Fund's long term asset allocation on a quarterly basis. All funds with an OCF over 0.50% are removed. Funds that screen well on both cost and performance are then subjected to a thorough due diligence process that includes examination of investment characteristics; investment process; fund manager's resources, particularly risk management and compliance framework; index tracking ability and repeatability of results; fund size and liquidity. Funds are then selected based on those that offer the lowest cost opportunity to meet the Fund's asset allocation targets within a robust investment and risk management framework.</p> <p>Funds held are monitored on a quarterly basis for adherence to their targets, to ensure they are serving their purpose in the Fund overall. Funds will be replaced where a better value for money alternative becomes available within the same asset class, or when performance is deteriorating. The Investment Manager engages with the fund manager of the underlying funds to secure discounted fees where possible.</p>   |
| Comparator benchmark | <p>Morningstar UK Moderate Target Allocation NR GBP</p> <p>The Fund uses the Morningstar UK Moderate Target Allocation NR GBP for performance comparison purposes. The benchmark is not a target benchmark and the Fund is not constrained by it. Comparison to this benchmark is undertaken to ensure that the Fund continues to offer good outcomes relative to the universe of peer funds that are available to underlying clients, at a low cost.</p>  |

|                        |   |
|------------------------|---|
|                        | <p>The benchmark has been selected as a comparator for performance because the long term strategic asset allocation of the Fund is aligned with the upper threshold of this benchmark.</p> <p>The ACD reserves the right to change the peer group following consultation with the Depositary and in accordance with the rules in the COLL Sourcebook. A change could arise, for example, where the ACD determines that an alternative may be more appropriate.</p>  |
| Investor Profile       | <p>The Fund is compatible with long term investors who can afford to set aside the capital for at least five years. Investors should note that the recommended time horizon is a minimum and not a recommendation to sell at the end of that minimum period. If you are uncertain about whether this product is compatible with your needs, please contact an independent financial adviser.</p> <p>Investors must be comfortable that the value of investments in the Fund can go down as well as up, that capital may be at risk and that performance varies over time and returns are not guaranteed.</p> <p>Investors should be aware that there is no protection of capital and no guaranteed return and investors can lose the amount invested. Accordingly, Shares in the Fund are not compatible with:</p> <ul style="list-style-type: none"> <li>• any investor who does not have sufficient resources to bear any loss resulting from the investment, including investors who can only bear a limited loss;</li> <li>• any investor who cannot set aside the capital for at least five years;</li> <li>• investors who are not prepared to take any risk with their money or put their capital at risk; and/or</li> <li>• any investor looking for a guaranteed income or a guaranteed total return.</li> </ul> |
| Name of Share(s)       | <p>Class A GBP Income Shares</p> <p>Class A GBP Accumulation Shares</p> <p>Class B GBP Income Shares</p> <p>Class B GBP Accumulation Shares</p>   |
| Cut-Off Point          | 10.00 am London time  |
| Allocation of payments | <p>Charges will be taken from income (except those charges and expenses relating directly to the purchase and sale of investments) in the first instance.</p> <p>If at the end of the accounting period there is insufficient income, the shortfall will be allocated to capital. <b>It should be noted that, where fees are charged to capital, this policy may result in capital erosion or constrain capital growth.</b></p>   |
| Annual accounting date | 31 December   |

|                               |   |
|-------------------------------|---|
| Interim accounting date       | 30 June                                     |
| Income distribution date      | 30 April                                    |
|                               | <b>Class A GBP Accumulation and Income*</b> |
| Preliminary Charge*           | Nil   |
| Exit Charge                   | Nil   |
| Annual Management Charge      | 0.15%                                       |
| Capped Ongoing Charges Figure | 0.20%                                       |
| Minimum Investment*           | Nil   |
| Minimum Redemption*           | Nil   |
| Minimum Holding*              | Nil   |
| Minimum further investment*   | Nil   |
| Performance fee               | No  |

\*Class A Shares are restricted to advised investor platforms with whom the Distributor has a relationship

|                               |  |
|-------------------------------|--|
|                               | <b>Class B GBP Accumulation and Income**</b> |
| Preliminary Charge*           | Nil  |
| Exit Charge                   | Nil  |
| Annual Management Charge      | 0.20%  |
| Capped Ongoing Charges Figure | 0.25%  |
| Minimum Investment*           | £1,000                                       |
| Minimum Redemption*           | Nil  |
| Minimum Holding*              | Nil  |
| Minimum further investment*   | Nil  |
| Performance fee               | No   |

\*\*Class B Shares are available to direct retail investors

The ACD may waive the preliminary charge and minimum investment / redemption / holding levels at its discretion.

Please refer to the "Fees and Expenses" section above for information on all other fees and expenses applicable to the Fund.

|                          |  |
|--------------------------|--|
| Fund Name                | <b>TM Timeline 30-50% Equity Fund</b>  |
| Product Reference Number | 1037858  |
| Type of sub-fund         | NURS   |
|                          | The Fund is not a feeder UCITS, a feeder NURS, a fund of alternative investment funds or a property authorised investment fund.  |
| Launch Date              | 12 August 2025   |
| Initial Offer Period     | There will not be an Initial Offer Period in respect of the Fund.  |
| Investment Objective     | <p>The investment objective of the Fund is to provide capital growth, net of fees, over a rolling 5 year period.</p> <p>The Fund is part of the TM Timeline range offering funds with varying combinations of global equity and fixed income exposure, in any or all economic sectors, achieved by investing in tracker funds (passive funds that track an index).</p>   |
| Investment Policy        | <p>The Fund will target a 40% allocation to global equities, including emerging market equities, via investment in tracker funds.</p> <p>The Investment Manager will select the tracker funds for the Fund in the appropriate long term proportions to meet the investment objective. More information on how the Investment Manager selects tracker funds is set out in the 'Investment Strategy' section below. These tracker funds may include collective investment vehicles managed by the ACD or its associates or the Investment Manager or the Sub-Investment Manager or their associates and may also include investment trusts and exchange traded funds.</p> <p>The Fund's exposure to equities will be allowed to move to a minimum of 30% and up to a maximum of 50% due to market movements. As equity markets fall the allocation will typically decline, and as markets rise the allocation will typically drift upwards. If the Fund's exposure to equities reaches these outer limits, the Fund will be rebalanced back to its long term target of 40%. This approach allows the Fund to minimise both explicit and implicit costs associated with the trading that rebalancing causes. It also allows investors to enjoy the benefits of equity market momentum without straying from their intended risk profile and objective. Typically with this approach market movements lead to rebalancing once every 2 years.</p> <p>The remainder of the Scheme Property of the Fund may be invested in fixed income assets via investment in tracker funds. These tracker funds may invest in government and public securities and corporate securities and other transferable securities, money market instruments and near cash and deposits.</p> <p>The exposure to fixed income assets will be to both Sterling and non-Sterling denominated investments. Non-Sterling</p> |

investments will be hedged at the underlying fund level. The allocation to the UK will however generally form the largest single country exposure and will be significantly higher than a global bond index. The Investment Manager has assessed that it is more relevant for UK clients to have increased exposure to the UK interest rate and inflationary environment on the basis that the fixed income asset class is the defensive part of the Fund's portfolio. The underlying funds held in the portfolio would typically exclude any fixed income assets with a credit rating below investment grade. A fixed income asset with a credit rating below investment grade has a higher risk of default.

Concentration – whilst the Fund will have a concentrated number of underlying tracker funds (between 6 and 12 initially) the underlying exposure gained from investing in these funds will be diversified.

**Derivatives will only be used for efficient portfolio management (including hedging), although use is expected to be limited.**

The investment policy of the Fund may mean that at times, where it is considered appropriate, the Scheme Property of the Fund will not be fully invested and that prudent levels of liquidity will be maintained in order to manage subscriptions and redemptions.

#### Investment Strategy

The Investment Manager screens the entire universe of eligible passive funds (with Sterling share classes) that invest in the asset classes included in the Fund's long term asset allocation on a quarterly basis. All funds with an OCF over 0.50% are removed. Funds that screen well on both cost and performance are then subjected to a thorough due diligence process that includes examination of investment characteristics; investment process; fund manager's resources, particularly risk management and compliance framework; index tracking ability and repeatability of results; fund size and liquidity. Funds are then selected based on those that offer the lowest cost opportunity to meet the Fund's asset allocation targets within a robust investment and risk management framework.

Funds held are monitored on a quarterly basis for adherence to their targets, to ensure they are serving their purpose in the Fund overall. Funds will be replaced where a better value for money alternative becomes available within the same asset class, or when performance is deteriorating. The Investment Manager engages with the fund manager of the underlying funds to secure discounted fees where possible.

#### Comparator benchmark

Morningstar UK Moderately Cautious Target Allocation NR GBP

The Fund uses the Morningstar UK Moderately Cautious Target Allocation NR GBP for performance comparison purposes. The benchmark is not a target benchmark and the Fund is not constrained by it. Comparison to this benchmark is undertaken to ensure that the Fund continues to offer good outcomes relative to the universe of peer funds that are available to

underlying clients, at a low cost.

The benchmark has been selected as a comparator for performance because the long term asset allocation of the Fund is aligned with the upper threshold of this benchmark.

The ACD reserves the right to change the peer group following consultation with the Depositary and in accordance with the rules in the COLL Sourcebook. A change could arise, for example, where the ACD determines that an alternative may be more appropriate.

#### Investor Profile

The Fund is compatible with long term investors who can afford to set aside the capital for at least five years. Investors should note that the recommended time horizon is a minimum and not a recommendation to sell at the end of that minimum period. If you are uncertain about whether this product is compatible with your needs, please contact an independent financial adviser.

Investors must be comfortable that the value of investments in the Fund can go down as well as up, that capital may be at risk and that performance varies over time and returns are not guaranteed.

Investors should be aware that there is no protection of capital and no guaranteed return and investors can lose the amount invested. Accordingly, Shares in the Fund are not compatible with:

- any investor who does not have sufficient resources to bear any loss resulting from the investment, including investors who can only bear a limited loss;
- any investor who cannot set aside the capital for at least five years;
- investors who are not prepared to take any risk with their money or put their capital at risk; and/or
- any investor looking for a guaranteed income or a guaranteed total return.

#### Name of Share(s)

Class A GBP Income Shares  
Class A GBP Accumulation Shares  
Class B GBP Income Shares  
Class B GBP Accumulation Shares

#### Cut-Off Point

10.00 am London time

#### Allocation of payments

Charges will be taken from income (except those charges and expenses relating directly to the purchase and sale of investments) in the first instance.

If at the end of the accounting period there is insufficient income, the shortfall will be allocated to capital. **It should be noted that, where fees are charged to capital, this policy may result in capital erosion or constrain capital growth.**

Annual accounting date 31 December  
 Interim accounting date 30 June  
 Income distribution date 30 April

|                               | <b>Class A GBP Accumulation and Income*</b> |
|-------------------------------|---|
| Preliminary Charge*           | Nil   |
| Exit Charge                   | Nil   |
| Annual Management Charge      | 0.15%                                       |
| Capped Ongoing Charges Figure | 0.20%                                       |
| Minimum Investment*           | Nil   |
| Minimum Redemption*           | Nil   |
| Minimum Holding*              | Nil   |
| Minimum further investment*   | Nil   |
| Performance fee               | No  |

\*Class A Shares are restricted to advised investor platforms with whom the Distributor has a relationship

|                               | <b>Class B GBP Accumulation and Income**</b> |
|-------------------------------|--|
| Preliminary Charge*           | Nil  |
| Exit Charge                   | Nil  |
| Annual Management Charge      | 0.20%  |
| Capped Ongoing Charges Figure | 0.25%  |
| Minimum Investment*           | £1,000                                       |
| Minimum Redemption*           | Nil  |
| Minimum Holding*              | Nil  |
| Minimum further investment*   | Nil  |
| Performance fee               | No   |

\*\*Class B Shares are available to direct retail investors

The ACD may waive the preliminary charge and minimum investment / redemption / holding levels at its discretion.

Please refer to the "Fees and Expenses" section above for information on all other fees and expenses applicable to the Fund.

## **Appendix 2**

### Investment and Borrowing Powers of the Company

The below provisions apply to the Company and its Funds. In this Appendix 2 except where indicated, Scheme Property means the property of each Fund.

#### **1. Investment restrictions**

- 1.1 The Scheme Property of each Fund will be invested with the aim of achieving the investment objective of that Fund but subject to the limits on investment set out in the FCA Rules and that Fund's investment policy.
- 1.2 Except where the investment policy for a Fund permits otherwise, derivatives and forward transactions will only be used by the Funds for efficient portfolio management purposes.
- 1.3 The investment objective and investment policy of each Fund are subject to the NURS limits on investment under COLL 5, which are summarised below. The ACD must ensure that, taking account of the investment objective and investment policy of a Fund, the Fund's investments provide a prudent spread of risk for that Fund.
- 1.4 By way of summary, the Scheme Property of NURS may only, except where otherwise provided in the rules in COLL 5.6, consist of any one or more of:
  - 1.4.1 transferable securities;
  - 1.4.2 money-market instruments;
  - 1.4.3 units in collective investment schemes permitted under COLL 5.6.10R (Investment in collective investment schemes);
  - 1.4.4 derivatives and forward transactions permitted under COLL 5.6.13R (Permitted transactions (derivatives and forwards));
  - 1.4.5 deposits permitted under COLL 5.2.26R (Investment in deposits);
  - 1.4.6 immovables permitted under COLL 5.6.18R (Investment in property) to COLL 5.6.19R (Investment limits for immovable); and
  - 1.4.7 gold up to a limit of 10% in value of the scheme property.

#### **2. Transferable securities**

##### **2.1 Types of transferable security**

- 2.1.1 A transferable security is an investment which is a share, a debenture, an alternative debenture, a government and public security, a warrant, or a certificate representing certain securities (as such terms are defined in the FCA Glossary).
- 2.1.2 An investment is not a transferable security if the title to it cannot be transferred, or can be transferred only with the consent of a third party.
- 2.1.3 In applying paragraph 2.1.2 to an investment which is issued by a body corporate, and which is a share or a debenture (as such terms are defined in the FCA Glossary), the need for any consent on the part of the body corporate or any members or debenture holders of it may be

ignored.

- 2.1.4 An investment is not a transferable security unless the liability of the holder of it to contribute to the debts of the issuer is limited to any amount for the time being unpaid by the holder of it in respect of the investment.

## **2.2 Criteria for investment in transferable securities**

- 2.2.1 The Funds may invest in a transferable security only to the extent that the transferable security fulfils the following criteria:

- (a) the potential loss which that Fund may incur with respect to holding the transferable security is limited to the amount paid for it;
- (b) its liquidity does not compromise the ACD's ability to comply with its obligations to redeem Shares at the request of any qualifying Shareholder;
- (c) reliable valuation is available for it as follows:
  - (i) in the case of a transferable security admitted to or dealt in on an eligible market (see further paragraph 5 for an explanation of eligible markets) where there are accurate, reliable and regular prices which are either market prices or prices made available by valuation systems independent from issuers;
  - (ii) in the case of a transferable security not admitted to or dealt in on an eligible market, where there is a valuation on a periodic basis which is derived from information from the issuer of the transferable security or from competent investment research;
- (d) appropriate information is available for it as follows:
  - (i) in the case of a transferable security admitted to or dealt in on an eligible market, where there is regular, accurate and comprehensive information available to the market on the transferable security or, where relevant, on the portfolio of the transferable security;
  - (ii) in the case of a transferable security not admitted to or dealt in on an eligible market where there is regular and accurate information available to the ACD on the transferable security or, where relevant, on the portfolio of the transferable security;
- (e) it is negotiable; and
- (f) its risks are adequately captured by the risk management process of the ACD.

- 2.2.2 Unless there is information available to the ACD that would lead to a different determination, a transferable security which is admitted to or dealt in on an eligible market shall be presumed:

- (a) not to compromise the ability of the ACD to comply with its obligations to redeem Shares at the request of any qualifying Shareholder; and
- (b) to be negotiable.

### **2.3 Closed-ended funds constituting transferable securities**

A unit in a closed-ended fund shall be taken to be a transferable security for the purposes of investment by a Fund, provided it fulfils the criteria for transferable securities set out in paragraph 2.2 and either:

- 2.3.1 where the closed-ended fund is constituted as an investment company or a unit trust:
  - (a) it is subject to corporate governance mechanisms applied to companies; and
  - (b) where another person carries out asset management activity on its behalf that person is subject to national regulation for the purpose of investor protection; or
- 2.3.2 where the closed-ended fund is constituted under the law of contract:
  - (a) it is subject to corporate governance mechanisms equivalent to those applied to companies; and
  - (b) it is managed by a person who is subject to national regulation for the purpose of investor protection.

### **2.4 Transferable securities linked to other assets**

- 2.4.1 The Fund may invest in any other investment which shall be taken to be a transferable security for the purposes of investment by the Fund provided the investment:
  - (a) fulfils the criteria for transferable securities set out in paragraph 2.2; and
  - (b) is backed by or linked to the performance of other assets which may differ from those in which the Fund can invest.
- 2.4.2 Where an investment in paragraph 2.4.1 contains an embedded derivative component, the requirements of this Appendix and the FCA Rules with respect to derivatives and forwards will apply to that component.

## **3. Approved money market instruments**

- 3.1 An approved money market instrument is a money market instrument which is normally dealt in on the money market, is liquid and has a value which can be accurately determined at any time.
- 3.2 A money market instrument shall be regarded as normally dealt in on the money market if it:
  - 3.2.1 has a maturity at issuance of up to and including 397 days;

- 3.2.2 has a residual maturity of up to and including 397 days;
  - 3.2.3 undergoes regular yield adjustments in line with money market conditions at least every 397 days; or
  - 3.2.4 has a risk profile, including credit and interest rate risks, corresponding to that of an instrument which has a maturity as set out in paragraphs 3.2.1 or 3.2.2 above or is subject to yield adjustments as set out in paragraph 3.2.3 above.
- 3.3 A money market instrument shall be regarded as liquid if it can be sold at limited cost in an adequately short time frame, taking into account the obligation of the Manager to redeem Units at the request of any qualifying Shareholder.
- 3.4 A money market instrument shall be regarded as having a value which can be accurately determined at any time if accurate and reliable valuation systems, which fulfil the following criteria, are available:
- 3.4.1 enabling the ACD to calculate a net asset value in accordance with the value at which the instrument held in the portfolio could be exchanged between knowledgeable willing parties in an arm's length transaction; and
  - 3.4.2 based either on market data or on valuation models including systems based on amortised costs.
- 3.5 A money market instrument that is normally dealt in on the money market and is admitted to or dealt in on an eligible market shall be presumed to be liquid and have a value which can be accurately determined at any time unless there is information available to the Manager that would lead to a different determination.

#### **4. Transferable securities and money-market instruments**

- 4.1 Subject to paragraph 4.2 below, transferable securities and money market instruments held within the Funds must be:
- 4.1.1 admitted to or dealt in on an eligible market as described in paragraph 5.1.1; or
  - 4.1.2 recently issued transferable securities provided that the terms of issue include an undertaking that application will be made to be admitted to an eligible market and such admission is secured within a year of issue; or
  - 4.1.3 an approved money market instrument not admitted to or dealt in on an eligible market which satisfies the requirements within paragraphs 6 and 7, subject to paragraph 8.
  - 4.1.4 The Funds may invest up to 20% of their Scheme Property in transferable securities other than those referred to in paragraph 4.1 or money market instruments which are liquid and have a value which can be determined accurately at any time.
- 4.2 Shares in a Pisces company (as defined in the FCA Glossary) do not fall within paragraph 4.1 above.

## **5. Eligible markets regime**

- 5.1 A market is eligible for the purposes of the FCA Rules if it is:
- 5.1.1 a regulated market (as defined in the FCA Glossary); or
  - 5.1.2 a market in the UK or an EEA State which is regulated, operates regularly and is open to the public.
- 5.2 A market not falling within paragraph 5.1 is eligible for the purposes of the FCA Rules if:
- 5.2.1 the ACD, after consultation with and notification to the Depositary, decides that market is appropriate for investment of, or dealing in the Scheme Property;
  - 5.2.2 the market is included in a list in this Prospectus; and
  - 5.2.3 the Depositary has taken reasonable care to determine that adequate custody arrangements can be provided for the investment dealt in on that market; and all reasonable steps have been taken by the ACD in deciding whether that market is eligible.
- 5.3 In paragraph 5.2.1, a market must not be considered appropriate unless it is regulated, operates regularly, is recognised as a market or exchange or as a self-regulating organisation by an overseas regulator, is open to the public, is adequately liquid, and has adequate arrangements for unimpeded transmission of income and capital to or to the order of investors.
- 5.4 The eligible securities and derivatives markets for the Funds are set out in Appendix 4. New eligible securities markets may be added to the existing list in accordance with the FCA Rules governing approvals and notifications.

## **6. Money market instruments with a regulated issuer**

- 6.1 In addition to instruments admitted to or dealt in on an eligible market, the Funds may invest in an approved money-market instrument provided it fulfils the following requirements:
- 6.1.1 the issue or the issuer is regulated for the purposes of protecting investors and savings; and
  - 6.1.2 the instrument is issued or guaranteed in accordance with paragraph 7.
- 6.2 The issue or the issuer of a money market instrument other than one dealt in on an eligible market, shall be regarded as regulated for the purposes of protecting investors and savings if:
- 6.2.1 the instrument is an approved money market instrument;
  - 6.2.2 appropriate information is available for the instrument (including information which allows an appropriate assessment of the credit rates risks related to investments in it) in accordance with paragraph 8 below; and
  - 6.2.3 the instrument is freely transferable.

## **7. Issuers and guarantors of money market instruments**

- 7.1 The Funds may invest in an approved money market instrument if it is:
- 7.1.1 issued or guaranteed by any one of the following:
    - (a) a central authority of the UK or an EEA State, or if the EEA State is a federal state, one of the members making up the federation;
    - (b) a regional or local authority of the UK or an EEA State;
    - (c) the Bank of England, the European Central Bank or a central bank of an EEA State;
    - (d) the EU or the European Investment Bank;
    - (e) a non-EEA State, or in the case of a federal state, one of the members making up the federation; or
    - (f) a public international body to which the UK or one or more EEA States belong;
  - 7.1.2 issued by a body, any securities of which are dealt in on an eligible market; or
  - 7.1.3 issued or guaranteed by an establishment which is:
    - (a) subject to prudential supervision in accordance with criteria defined by UK or EU law; or
    - (b) subject to and complies with prudential rules considered by the FCA to be at least as stringent as those laid down by UK or EU law.
- 7.2 An establishment shall be considered to satisfy the requirement in paragraph 7.1.3(b) if it is subject to and complies with prudential rules, and fulfils one or more of the following criteria:
- 7.2.1 it is located in the EEA;
  - 7.2.2 it is located in an OECD country belonging to the Group of Ten;
  - 7.2.3 it has at least investment grade rating;
  - 7.2.4 on the basis of an in-depth analysis of the issuer, it can be demonstrated that the prudential rules applicable to that issuer are at least as stringent as those laid down by UK or EU law.

## **8. Appropriate information for money market instruments**

- 8.1 In the case of an approved money market instrument within paragraph 7.1.2 or issued by a body referred to at COLL 5.2.10EG; or which is issued by an authority within paragraph 7.1.1(b) or a public international body within paragraph 7.1.1(f), but is not guaranteed by a central authority within paragraph 7.1.1(a), the following information must be available:
- 8.1.1 information on both the issue or the issuance programme, and the legal and financial situation of the issuer prior to the issue of the instrument, verified by appropriately qualified third parties not subject to

- instructions from the issuer;
  - 8.1.2 updates of that information on a regular basis and whenever a significant event occurs; and
  - 8.1.3 available and reliable statistics on the issue or the issuance programme.
- 8.2 In the case of an approved money market instrument issued or guaranteed by an establishment within paragraph 7.1.3, the following information must be available:
- 8.2.1 information on the issue or the issuance programme or on the legal and financial situation of the issuer prior to the issue of the instrument;
  - 8.2.2 updates of that information on a regular basis and whenever a significant event occurs; and
  - 8.2.3 available and reliable statistics on the issue or the issuance programme, or other data enabling an appropriate assessment of the credit risks related to investment in those instruments.
- 8.3 In the case of an approved money market instrument within paragraphs 7.1.1(a), (d) or (e) or which is issued by an authority within paragraph 7.1.1(b) or a public international body within paragraph 7.1.1(f) and is guaranteed by a central authority within paragraph 7.1.1(a), information must be available on the issue or the issuance programme, or on the legal and financial situation of the issuer prior to the issue of the instrument.

## **9. Spread: general**

- 9.1 This paragraph does not apply to government and public securities. Please see paragraph 10 below. For the purpose of this paragraph a "single body" bears the meaning as set out in the FCA Rules.
- 9.2 Not more than 20% in value of the Scheme Property may consist of deposits with a single body.
- 9.3 Not more than 10% in value of the Scheme Property may consist of transferable securities or approved money market instruments issued by any single body. This limit is increased to 25% in value of the Scheme Property in respect of covered bonds. In applying these percentages, certificates representing certain securities are to be treated as equivalent to the underlying security.
- 9.4 The exposure to any one counterparty in an OTC derivative transaction must not exceed 10% in value of the Scheme Property. For the purposes of calculating this limit, the rules and conditions set out in COLL 5.6.7R(7) to (11) inclusive apply.
- 9.5 Not more than 35% in value of the Scheme Property may consist of the units of any one collective investment scheme.

## **10. Spread: government and public securities**

- 10.1 Where no more than 35% in value of the Scheme Property of a Fund is invested in transferable securities or approved money market instruments that are issued or guaranteed by:
  - 10.1.1 the United Kingdom or an EEA state,

- 10.1.2 a local authority of the United Kingdom or an EEA state,
- 10.1.3 a non-EEA state, or
- 10.1.4 a public international body to which the United Kingdom or one or more EEA states belong,

(referred to below as "government and public securities") issued by any one body, there is no limit on the amount which may be invested in such securities or in any one issue.

10.2 **A Fund may invest more than 35% of its Scheme Property in such government and public securities issued by or on behalf of or guaranteed by a single named issuer which may be one of the following: the Government of the United Kingdom (including the Scottish Administration, the Executive Committee of the Northern Ireland Assembly, the National Assembly of Wales), Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Greece, Iceland, Ireland, Italy, LCR Finance plc, Japan, Liechtenstein, Luxembourg, Netherlands, New Zealand, Norway, Portugal, Spain, Sweden, Switzerland and United States (including Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corporation (FHLMC), Government National Mortgage Association (GNMA), Private Export Funding Corporation (PEFCO)) or by one of the following international organisations: African Development Bank, Asian Development Bank (ADB), Council of Europe Development Bank, Deutsche Ausgleichsbank (DTA), Eurofima, European Bank for Reconstruction and Development (EBRD), European Investment Bank (EIB), Inter-American Development Bank (IADB), International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC), Kreditanstalt fur Wiederaufbau (KFW) and the Nordic Investment Bank (NIB) provided that:**

- 10.2.1 the ACD has, before any such investment is made, consulted with the Depositary and as a result considers that the issuer of such securities is one which is appropriate in accordance with the investment objective of the Fund;
- 10.2.2 no more than 30% in value of the Scheme Property consists of such securities of any one issue;
- 10.2.3 the Scheme Property of a Fund includes such securities issued by that or another issuer, of at least six different issues;
- 10.2.4 the disclosures in the Prospectus required by the FCA have been made.

## **11. Collective Investment Schemes**

- 11.1 Up to 100% in value of Scheme Property may be invested in units or shares in other collective investment schemes (referred to in this paragraph as a **second scheme**).
- 11.2 Up to 100% in value of Scheme Property may be invested in units or shares in a second scheme managed by the Manager or its Associate, including in another Fund (referred to in this paragraph as a **second Fund**).
- 11.3 Any second scheme must either:
  - 11.3.1 be a UK UCITS or satisfy the conditions necessary for it to enjoy the

- rights conferred by the UCITS Directive as implemented in the EEA; or
- 11.3.2 be a NURS;
- 11.3.3 be a recognised scheme (as defined in the FCA Glossary); or
- 11.3.4 be constituted outside the UK and the investment and borrowing powers of which are the same or more restrictive than those of a NURS; or
- 11.3.5 be a scheme not falling within paragraphs 11.3.1 to 11.3.4 above and in respect of which no more than 20% in value of the scheme property (including any transferable securities which are not approved securities) is invested;
- 11.4 The second scheme must also:
  - 11.4.1 operate on the principle of the prudent spread of risk;
  - 11.4.2 be prohibited from having more than 15% in value of the property of that scheme consisting of units in collective investment schemes;
  - 11.4.3 allow participants to have their units redeemed in accordance with the scheme at a price related to the net value of the property to which the units relate and be determined in accordance with the scheme.
- 11.5 Where the second scheme is an umbrella collective investment scheme, paragraphs 11.4.1 to 11.4.3 and the spread limits set out at paragraph 9 apply to each Fund of the second scheme as if it were a separate scheme.
- 11.6 A Fund may invest in eligible second schemes which are managed or operated by the ACD or its Associate or the Investment Manager or one of its Associates. However, where such an investment or disposal of units or shares is made and there is a charge in respect of such investment or disposal, the ACD must pay the Company the amount referred to in either paragraph 11.7 or paragraph 11.8 within four Business Days following the date of the agreement to invest or dispose.
- 11.7 When an investment is made, the amount referred to in paragraph 11.6 is either:
  - 11.7.1 any amount by which the consideration paid by the Fund for the units or shares in the second scheme exceeds the price that would have been paid for the benefit of the second scheme had the units or shares been newly issued or sold by it; or
  - 11.7.2 if such price cannot be ascertained by the ACD, the maximum amount of any charge permitted to be made by the seller of units or shares in the second scheme.
- 11.8 When a disposal is made, the amount referred to in paragraph 11.6 is any charge made for the account of the authorised fund manager or operator of the second scheme or an Associate of any of them in respect of the disposal.
- 11.9 Any addition to or deduction from the consideration paid on the acquisition or disposal of units in the second scheme, which is applied for the benefit of the second scheme and is, or is like, a dilution levy made in accordance with COLL 6.3.8 R (Dilution) is to be treated as part of the price of the units and not as part of any charge.
- 11.10 Any charge made in respect of an exchange of units in one Fund or separate part

of the second scheme for units in another Fund or separate part of that scheme is to be included as part of the consideration paid for the units.

- 11.11 A Fund may invest in or dispose of the shares in a second Fund only if the conditions in COLL 5.6.11R(2) are satisfied and subject to the provisions in paragraph 22 below.
- 11.12 A list of the locations of the establishment of any second schemes which the Funds may invest in, from time to time, is shown in Appendix 7.

## **12. Feeder schemes**

- 12.1 Up to 100% in value of Scheme Property may be invested in units or shares in other collective investment schemes which are feeder schemes (**feeder second schemes**).
- 12.2 Any feeder second scheme must be:
  - 12.2.1 a feeder UCITS;
  - 12.2.2 a feeder NURS;
  - 12.2.3 a scheme dedicated to units in a single property authorised investment fund;
  - 12.2.4 a scheme dedicated to units in a recognised scheme (as defined in the FCA Glossary).
- 12.3 The relevant master scheme of the feeder second scheme must comply with the relevant COLL requirements to be a second scheme for the purposes of COLL 5.2.13R and COLL 5.6.10R (as applicable).
- 12.4 Not more than 35% in value of the Scheme Property may consist of units of one or more schemes permitted under paragraph 12.2 above.
- 12.5 The Fund must not invest directly in units of the relevant master scheme.
- 12.6 A Fund will only invest in a feeder second scheme where the ACD can show on reasonable grounds that such investment is in the interests of investors and no less advantageous than if the Non-UCITS retail scheme had held units directly in the relevant master scheme.

## **13. Warrants and nil and partly paid securities**

- 13.1 Eligible warrants (as defined in the FCA Glossary) may only be held if it is reasonably foreseeable that the exercise of the rights conferred by the warrants will not contravene the FCA Rules.
- 13.2 Transferable securities or approved money market instruments on which any sum is unpaid may be held provided that it is reasonably foreseeable that the amount of any existing and potential call for any sum unpaid could be paid by the Fund at any time when the payment is required without contravening the FCA Rules.

## **14. Deposits**

Up to 20% in value of each Fund can consist of deposits with a single body. A Fund may only invest in deposits with an Approved Bank and which are repayable on demand, or have the right to be withdrawn, and matures in no more than 12 months.

## **15. Derivatives: General**

**15.1 Except where the investment policy of a Fund permits otherwise, derivatives may be used by a Fund for efficient portfolio management purposes only.**

15.2 **The use of derivatives for efficient portfolio management is not intended to increase the risk profile of the Funds.** However, please also see "Risks" set out in paragraph 9 of the main body of this Prospectus.

15.3 The Company may make use of a variety of derivative instruments in accordance with the FCA Rules.

15.4 A transaction in derivatives or a forward transaction cannot be effected for a Fund unless:

15.4.1 it is a permitted derivatives and forward transaction as specified in COLL 5.6.13R; and

15.4.2 it is covered as required by the FCA Rules at COLL 5.3.3AR.

15.5 The exposure to the underlying assets must not exceed the limits in paragraph 9, paragraph 9.1 and paragraph 10 except as provided in paragraph 15.7.

15.6 Where a transferable security or approved money market instrument embeds a derivative, this must be taken into account for the purposes of complying with these investment restrictions.

15.7 If a Fund invests in an index-based derivative provided the relevant index falls within the FCA Rules at COLL 5.6.23R, the underlying constituents of the index do not have to be taken into account for the purposes of paragraphs 9 and 9.1 above, provided the ACD takes account of the requirements for a prudent spread of risk.

15.8 A derivative or forward transaction which will or could lead to the delivery of property for the account of a Fund may be entered into only if:

15.8.1 that property can be held for the account of the Fund; and

15.8.2 the ACD, having taken reasonable care, determines that delivery of the property under the transaction will not occur or will not lead to a breach of the FCA Rules.

15.9 No agreement by or on behalf of a Fund to dispose of property or rights (except for a deposit) may be made unless:

15.9.1 the obligation to make the disposal and any other similar obligation could immediately be honoured by the Fund by delivery of property or the assignment of rights; and

15.9.2 the property and rights at paragraph 15.9.1 are owned by the Fund at the time of the agreement.

## **16. Permitted transactions (derivatives and forwards)**

16.1 A transaction in a derivative must:

16.1.1 be in an Approved Derivative; or

- 16.1.2 be an OTC derivative which complies with paragraph 16.5.
- 16.2 In addition:
- 16.2.1 the underlying must be within COLL 5.6.4R(5) or COLL 5.2.20R(2)(f)-(i);
- 16.2.2 the exposure to the underlying must not exceed the limits set out at paragraphs 9 and 10 above.
- 16.3 A transaction in an Approved Derivative must be effected on or under the rules of an eligible derivatives market. A derivatives transaction must not cause the Funds to diverge from its investment objectives as stated in the Instrument of Incorporation and the most recently published prospectus and must not be entered into if the intended effect is to create the potential for an uncovered sale of one or more transferable securities, money market instruments, collective investment scheme units or derivatives.
- 16.4 Any forward transaction must be with an Eligible Institution or an Approved Bank.
- 16.5 OTC transactions under this paragraph 16.5 must be:
- 16.5.1 with an approved counterparty; a counterparty to a transaction in derivatives is approved only if the counterparty is:
- (a) an Eligible Institution or an Approved Bank; or
  - (b) a person whose permission (including any requirements or limitations), as published in the Financial Services Register permits it to enter into the transaction as principal off-exchange;
  - (c) a CCP which is authorised in that capacity for the purposes of EMIR;
  - (d) a CCP which is recognised in that capacity in accordance with the process set out in article 25 of EMIR; or
  - (e) to the extent not already covered above, a CCP supervised in a jurisdiction that:
    - (i) has implemented the relevant G20 reforms on over-the-counter derivatives to at least the same extent as the United Kingdom; and
    - (ii) is identified as having done so by the Financial Stability Board in its summary report on progress in implementation of G20 financial regulatory reforms dated 25 June 2019;
- 16.5.2 on approved terms; the terms of the transaction in derivatives are approved only if the ACD:
- (a) carries out, at least daily, a reliable and verifiable valuation in respect of that transaction corresponding to its fair value and which does not rely only on market quotations by the counterparty; and
  - (b) can enter into one or more further transactions to sell, liquidate or close out that transaction at any time, at its fair value;

- 16.5.3 capable of reliable valuation; a transaction in derivatives is capable of reliable valuation only if the ACD having taken reasonable care determines that, throughout the life of the derivative (if the transaction is entered into), it will be able to value the investment concerned with reasonable accuracy:
- (a) on the basis of an up-to-date market value which the ACD and the Depositary have agreed is reliable; or
  - (b) if the value referred to in paragraph (a) above is not available, on the basis of a pricing model which the ACD and the Depositary have agreed uses an adequate recognised methodology; and
- 16.5.4 subject to verifiable valuation; a transaction in derivatives is subject to verifiable valuation only if, throughout the life of the derivative (if the transaction is entered into) verification of the valuation is carried out by:
- (a) an appropriate third party which is independent from the counterparty of the derivative, at an adequate frequency and in such a way that the ACD is able to check it; or
  - (b) a department within the ACD which is independent from the department in charge of managing the Scheme Property and which is adequately equipped for such a purpose.
- 16.6 The jurisdictions which, at the date of the issue of this Prospectus, fall within paragraph 16.5.1(e) are Australia, France, Germany, Hong Kong, Italy, Japan, the Netherlands, Singapore, Spain, Switzerland and the United States of America.
- 16.7 For the purposes of paragraph 16.5.2, "fair value" is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

## **17. Cover for transactions in derivatives and forward transactions**

- 17.1 The ACD must ensure that each Fund's global exposure relating to derivatives and forwards transactions held for that Fund may not exceed the net value of its Scheme Property.
- 17.2 The ACD must calculate the Fund's global exposure on at least a daily basis. For the purposes of this paragraph, exposure must be calculated taking into account the current value of the underlying assets, the counterparty risk, future market movements and the time available to liquidate the positions.

## **18. General**

- 18.1 Underwriting and sub-underwriting contracts and placings may also, subject to certain conditions set out in the FCA Rules, be entered into for the account of the Funds.
- 18.2 Cash or near cash may be retained in the Scheme Property to enable the pursuit of the investment objective; or for redemption of Shares in the Funds; or the efficient management of the Funds in accordance with their investment objectives or for a purpose which may reasonably be regarded as ancillary to the investment objectives of the Funds.
- 18.3 During the period of any Initial Offer the Scheme Property may consist of cash

and near cash without limitation.

- 18.4 The Company or the Depositary for the account of the Company must not provide any guarantee or indemnity in respect of the obligation of any person and none of the Scheme Property may be used to discharge any obligation arising under a guarantee or indirectly with respect to the obligation of any person.
- 18.5 Paragraph 18.4 does not apply to guarantees or indemnities specified in COLL 5.5.9R(3).
- 18.6 Where investment in gold is permitted by a Fund's investment policy, no more than 10% in value of that Fund's Scheme Property may consist of gold.

## **19. Immovables**

Unless permitted by the relevant investment policy, it is not intended that a Fund will have an interest in any immovable property or tangible movable property.

## **20. Borrowing and lending powers**

- 20.1 The Company may, subject to the FCA Rules, borrow money from an Eligible Institution or an Approved Bank for the use of the Company or a Fund on the terms that the borrowing is to be repayable out of the Scheme Property.
- 20.2 The Company will not lend any money which forms part of the Scheme Property. However, providing an officer of the Company with money to meet expenditure does not constitute lending for the purposes of this prohibition. Neither acquiring a debenture nor placing money on deposit in a current account constitutes lending.
- 20.3 Scheme Property other than money must not be lent by way of deposit or otherwise. However, stock lending transactions are not to be regarded as "lending" for the purposes of this restriction. In addition, Scheme Property must not be mortgaged.
- 20.4 Where transactions in derivatives or forward transactions are used for the account of a Fund in accordance with the FCA Rules, this paragraph does not prevent the Company (or the Depositary at the request of the Company), from:
- 20.4.1 lending, depositing, pledging or charging the Scheme Property of that Fund for margin requirements; or
  - 20.4.2 transferring any of the Scheme Property of that Fund under the terms of an agreement in relation to margin requirements, provided that the ACD reasonably considers that both the agreement and the margin arrangements made under it (including in relation to the level of margin) provide appropriate protection to Shareholders.
- 20.5 The ACD must ensure that borrowing in respect of a Fund does not, on any Business Day, exceed 10% of the value of the Scheme Property of that Fund.
- 20.6 As at the date of this Prospectus, whilst the Company may use repurchase / reverse repurchase agreements and stock lending agreements, it currently does not do so. However, the ACD reserves the right to permit the use of such SFTs in the future. If this were to change in the future this Prospectus will be reviewed and updated.

## **21. Leverage**

- 21.1 Transactions introducing leverage are generally undertaken to reduce risk or cost in terms of fluctuations in prices, interest rates or exchange rates or involve receiving a premium for the writing of a covered call option or cash covered put option on the Scheme Property which a Fund is willing to buy or sell at the exercise price.
- 21.2 The types and sources of leverage and risks the Company may employ are as follows:
- 21.2.1 A Fund may borrow up to 10% of its NAV from an Approved Bank, and the result of actively investment borrowing may be that the Fund would display leveraged characteristics; and
- 21.2.2 the use of derivatives.
- 21.3 Any exposure of a Fund through the use of derivatives must be covered by cash or readily realisable assets held by the relevant Fund. Restrictions on the use of derivatives are outlined in the investment objective and investment policy of each Fund and at paragraphs 16 and 17 above.
- 21.4 The maximum level of Leverage, as defined by the UK AIFM regime, a Fund may employ at any time as set out at paragraph 20.8 of the main body of this Prospectus.

## **22. Schemes replicating an index**

- 22.1 A Fund may invest up to 20% in value of its Scheme Property in shares and debentures which are issued by the same body where the aim of the investment policy of the Fund, as stated in the most recently published Prospectus is to replicate the performance or composition of an index within paragraph 22.
- 22.2 The index must:
- 22.2.1 have a sufficiently diversified composition;
- 22.2.2 be a representative benchmark for the market to which it refers; and
- 22.2.3 be published in an appropriate manner.
- 22.3 The limit in paragraph 22.1 may be raised for a particular Fund up to 35% in value of its Scheme Property, but only in respect of one body and where justified by exceptional market conditions.

## **23. NURS Schemes that are umbrellas**

- 23.1 In relation to the Company which is an umbrella, the provisions in COLL 5.6.24R apply to each Fund as they would for a Non-UCITS retail scheme.
- 23.2 A Fund may invest in or dispose of units of another Fund of the same umbrella (the **second Fund**) only if the following conditions are satisfied:
- 23.2.1 the second Fund does not hold units in any other Fund of the same umbrella;
- 23.2.2 the conditions in COLL 5.2.16R (Investment in other group schemes) and COLL 5.6.11R (Investment in associated collective investment

schemes) are complied with (for the purposes of this rule, COLL 5.2.16R and COLL 5.6.11R are to be read as modified by COLL 5.6.11R(2));

- 23.2.3 not more than 35% in value of the investing or disposing Fund is to consist of units of the second Fund; and
- 23.2.4 the investing or disposing Fund must not be a feeder NURS to the second Fund.

### **Appendix 3**

#### Securities Financing Transactions and Total Return Swaps

1. The Company is required by the Securities Financing Transactions Regulation to make certain disclosures in respect of the Securities Financing Transactions and Total Return Swaps that it is authorised to use.
2. As at the date of this Prospectus, whilst the Funds may use SFTs and TRSs, they currently do not do so. However, the ACD reserves the right to permit the use of such instruments in the future.
3. Where the ACD intends to allow one or more of the Funds to enter into SFTs or TRSs, not less than 60 days' written notice will be given to the relevant Shareholders. In addition, this Prospectus will be updated in accordance with the Securities Financing Transactions Regulation to include the following:
  - 3.1 a general description of the SFTs and TRSs used and the rationale for their use;
  - 3.2 overall data for each type of SFT and TRS, including:
    - 3.2.1 the types of assets that can be subject to them;
    - 3.2.2 the maximum and expected proportion of assets under management that will be subject to each of them;
  - 3.3 the criteria used to select counterparties;
  - 3.4 a description of acceptable collateral;
  - 3.5 a description of the risks linked to the SFTs and TRSs as well as risks linked to collateral management and, where applicable, the risks arising from its reuse;
  - 3.6 a specification of how assets subject to SFTs and TRSs and collateral is received and safe-kept; and
  - 3.7 a description of the policy on sharing of return generated the SFTs and TRSs.

**Appendix 4**  
Eligible Markets

A market is an "Eligible Market" for the purpose of the COLL Sourcebook if it is:

- a) a regulated market (as defined in the FCA Glossary);
- b) a market in the United Kingdom or an EEA State which is regulated, operates regularly and is open to the public; or
- c) a market which the Investment Manager, after consultation with, and notification to, the Depositary, determines is appropriate for the purpose of investment of, or dealing in, the property of a Fund. In accordance with the relevant criteria in the COLL Sourcebook, such a market must be regulated; operate regularly; recognised as a market or exchange or as a self-regulating organisation by an overseas regulator; open to the public; be adequately liquid; and have adequate arrangements for unimpeded transmission of income and capital to, or to the order of, investors.

The eligible markets on which the investments of the Funds may be dealt in or traded on will be those established in the UK or an EEA State on which transferable securities and money market instruments are admitted to official listing in the UK or an EEA State, and which are regulated, operate regularly and are open to the public: including those in Finland, France, Germany, Ireland, Italy, Netherlands, Austria, Belgium, Denmark, Greece, Luxembourg, Portugal, Spain, Norway, Sweden.

The following are also eligible markets as indicated below for each Fund:

| <b>ELIGIBLE SECURITIES MARKETS</b> |   |
|------------------------------------|---|
| Australia                          | Australian Securities Exchange (ASX Group)                              |
| Canada                             | TSX Venture Exchange  |
| Hong Kong                          | Hong Kong Exchange  |
| Japan                              | Stock exchanges of Nagoya, Osaka and Tokyo (JASDAQ Securities Exchange) |
| Korea                              | Korea Stock Exchange Incorporated                                       |
| Mexico                             | Mexican Stock Exchange  |
| New Zealand                        | New Zealand Stock Exchange (NZX)  |
| Singapore                          | Singapore Exchange (SGX)  |
| South Africa                       | JSE Securities Exchange   |
| Switzerland                        | SIX Swiss Exchange AG   |
| Thailand                           | The Stock Exchange of Thailand  |
| United Kingdom                     | Alternative Investment Market   |

**ELIGIBLE SECURITIES MARKETS**

|               |   |
|---------------|---|
| United States | <p>a) NASDAQ (the electronic inter-dealer quotation system of America operated by the National Association of Securities Dealers Inc);</p> <p>b) any exchange registered with the Securities and Exchange Commission as a national stock exchange, including NYSE Euronext, and the stock exchanges of Chicago, NYSE Arca Equities, NASDAQ OMX PHLX, NASDAQ OMX BX and NYSE American LLC.</p> <p>c) the market in transferable securities issued by or on behalf of the Government of the United States of America conducted through persons for the time being recognised and supervised by the Federal Reserve Bank of New York and known as primary dealer;</p> <p>d) the Over-the-Counter Market regulated by the National Association of Securities Dealers Inc.</p> |
|---------------|---|

**ELIGIBLE DERIVATIVES MARKETS**

|                |   |
|----------------|---|
| Italy          | Equities Derivatives Market (IDEM)<br>Futures Market for Government Securities (MIF)                                |
| Japan          | Tokyo Financial Exchange Inc  |
| Spain          | BME, Spanish Exchanges  |
| South Africa   | South African Futures Exchange  |
| United Kingdom | Euronext.LIFFE<br>OMLX  |
| United States  | Chicago Board Options<br>CME Group Inc<br>New York Futures<br>New York Mercantile<br>Philadelphia BOT<br>Kansas BOT |

**Appendix 5**  
Past Performance

As the Company has not been in existence for a full calendar year there is no historical performance data at the moment. Once available, information regarding the Funds' performance will be made available to prospective investors before they invest.

## Appendix 6

List of other authorised collective investment schemes operated by the ACD

### **Authorised Contractual Schemes**

TM Brunel Pension Partnership ACS

### **Authorised Open-Ended Investment Companies**

Abaco Fund ICVC  
Arch House Fund  
Ariel Fund  
Bryth ICVC  
Canterbury Investment Fund  
CP Investment Funds  
Destiny Fund ICVC  
Harroway Capital ICVC  
Hawarwatza Fund  
Liberio Portfolio Fund  
Lime Grove Fund  
Meadowgate Funds  
Mellifera OEIC  
Moulsoe Fund  
Scarp Fund  
Seymour Fund  
Skiwi Fund  
The Ambrose Fund  
The Astral Fund  
The Capital Link Growth Fund  
The Contact Fund  
The Diversification Fund ICVC  
The Dunnottar Fund  
The Hector Fund  
The Juniper Fund  
The Lockerley Fund  
The Mazener Fund  
The MCMLXIII Fund  
The Motim Fund  
The Northern Funds  
The Oenoke Fund  
The Ord Fund ICVC  
The Overstone Fund  
The Penare Fund  
The Redhill Fund  
The Saint Martins Fund  
The Staderas Fund  
The Stratford Fund  
The TBL Fund  
The TM Lancewood Fund  
The TM Mitcham Fund  
The Torridon Growth Fund  
The Vinings Fund  
The Wharton Fund  
Thesis JDS Fund  
TM Acer Fund  
TM Admiral Fund  
TM Arbuthnot Latham Funds

### **Authorised Unit Trusts**

BPM Trust  
Eden Investment Fund  
Elfynn International Trust  
Glenhuntley Portfolio Trust  
Hawthorn Portfolio Trust  
KES Diversified Trust  
KES Ivy Fund  
KES Growth Fund  
KES Income and Growth Fund  
KES Strategic Investment Fund  
Latour Growth Fund  
Lavaud Fund  
Malachite Return Fund  
Mossylea Fund  
Pippin Return Fund  
The Argo Fund  
The Blandfield Fund  
The Castor Fund  
The Delta Growth Fund  
The Deribee Funds  
The Eldon Fund  
The Endeavour II Fund  
The Hall Fund  
The HoundStar Fund  
The Iceberg Trust  
The Maiden Fund  
The Millau Fund  
The Norfolk Trust  
The Notts Trust  
The Palfrey Fund  
The TM Stockwell Fund  
The White Hill Fund  
Thesis Headway Fund  
Thesis Lion Growth Fund  
Thesis PM A Fund  
Thesis PM B Fund  
Thesis Thameside Managed Fund  
TM Chainpoint Fund  
TM Gravis UK Listed Property (Feeder) Fund  
TM Growth Fund  
TM Hearthstone UK Residential Feeder Fund  
TM Managed Fund  
TM Masonic Charitable Foundation Investment Fund  
TM Merlin Fund  
TM New Court Fund

**Authorised Contractual Schemes**

**Authorised Open-Ended Investment Companies**

**Authorised Unit Trusts**

TM Balanced Growth Fund  
TM Brickwood Funds  
TM Brown Advisory Funds  
TM Brunsdon OEIC  
TM Castlefield Funds  
TM Castlefield Portfolio Funds  
TM Cerno Investment Funds  
TM Cresswell Fund  
TM First Arrow Investment Funds  
TM Gravis Funds ICVC  
TM Gravis Real Assets ICVC  
TM Hearthstone ICVC  
TM James Hambro Umbrella Fund  
TM Lansdowne OEIC  
TM Lime Fund  
TM Natixis Investment Funds U.K. ICVC  
TM Navera Investment ICVC  
TM Oak Fund  
TM Oberon Funds ICVC  
TM Optimal Funds  
TM P1 Investment Funds  
TM Quilter Cheviot Portfolio  
TM Redwheel Funds  
TM Ruffer Portfolio  
TM Sanford DeLand Funds  
TM Stonehage Fleming Global Multi-Asset Umbrella Fund  
TM Stonehage Fleming Investments Funds  
TM Total Return Fund  
TM UBS (UK) Fund  
Trowbridge Investment Funds  
Vastata Fund

TM New Court Growth Fund  
TM New Court Return Assets Fund  
TM New Institutional World Fund  
TM Preservation Fund  
TM Private Portfolio Trust  
TM Stonehage Fleming Global Equities Fund  
TM Stonehage Fleming Global Equities Umbrella Fund

## **Appendix 7**

### Location of second schemes

Any second schemes in which the Funds may invest are established in the locations listed below. This list is not restrictive and may be amended from time to time where one or more of the Funds invests in second schemes established in new locations.

1. United Kingdom
2. Ireland

**Appendix 8**  
Directory

|   |  |
|---|--|
| <b>The Company and Head Office:</b>   | TM Timeline NURS Funds<br>Exchange Building, St John's Street, Chichester, West Sussex PO19 1UP  |
| <b>Authorised Corporate Director:</b>   | Thesis Unit Trust Management Limited<br>Exchange Building, St John's Street, Chichester, West Sussex PO19 1UP  |
| <b>Investment Manager:</b>  | Timeline Portfolios Ltd<br>70 Gracechurch Street, London EC3V 0HR<br><a href="https://www.timeline.co/portfolios">https://www.timeline.co/portfolios</a>   |
| <b>Sub-Investment Manager:</b>  | Northern Trust Global Investments Limited<br>50 Bank Street, London E14 5NT<br><a href="https://www.northerntrust.com/europe/investor/individual">https://www.northerntrust.com/europe/investor/individual</a> |
| <b>Sponsor:</b>   | Timeline Portfolios Ltd<br>70 Gracechurch Street, London EC3V 0HR  |
| <b>Distributor:</b>   | Timeline Portfolios Ltd<br>70 Gracechurch Street, London EC3V 0HR  |
| <b>Administrator, Registrar and Fund Accountant:</b>  | Northern Trust Global Services SE, UK Branch<br>50 Bank Street, London E14 5NT   |
| <b>Dealing Office:</b>  | Thesis Unit Trust Management Limited<br>Sunderland<br>SR43 4AZ   |
| <b>Custodian</b><br><br><i>Who may also act under this power through its London branch:</i> | Northern Trust Company<br><i>Principal place of business:</i><br>50 South LaSalle Street, Chicago, Illinois USA<br><br>50 Bank Street, Canary Wharf, London E14 5NT  |
| <b>Depository:</b>  | Northern Trust Investor Services Limited<br>50 Bank Street, Canary Wharf, London E14 5NT   |
| <b>Auditors:</b>  | KPMG LLP<br>15 Canada Square, Canary Wharf, London E14 5GL   |
| <b>The Financial Conduct Authority (FCA):</b>   | 12 Endeavour Square, London E20 1JN  |