

2 July 2026

Dear Investor

**The Staderas Fund (the Company)**

Share class name	ISIN
Income	GB00B500S006
Accumulation	GB00B4ZLBD51

We are writing to you as a shareholder in the Company to inform you of certain changes to the performance target and investment objective and policy of the Company. We have also made other clarificatory changes to the Prospectus.

We received confirmation from the Financial Conduct Authority (**FCA**) on 25 June 2026 that the changes will not affect the ongoing authorisation of the Company. We have discussed the treatment of the change with NatWest Trustee and Depositary Services Limited (the **Depositary**), and they have not raised any concerns.

The changes set out in this letter will take effect from 7 September 2026.

**1. Change to the investment objective**

- 1.1 Further to discussions with Cerno Capital Partners LLP and Schroder & Co. Limited (trading as Cazenove Capital) (each an **Investment Manager**, together the **Investment Managers**), we are proposing to amend the investment objective so that inflation (as represented by the UK's Consumer Prices Index or **CPI**) plus 3% is no longer the performance target for the Company. We are seeking to make this change as inflation has been volatile and does not accurately reflect the risks facing financial and asset markets. Whilst the Company has been actively managed to this target to date, inflation volatility in recent years has made this target increasingly difficult to achieve. We are concerned that if the Company is trying to meet an unrealistic target, this could lead to an incentive for increased risk taking outside the investment objective. Whilst we are confident that this would not happen, we feel that amending the investment objective to remove this target is the surest way to mitigate the chance of this happening. Removing CPI +3% and replacing the target return of the Company with a comparator which reflects the performance of other funds which invest in similar assets to the Company, will provide a more meaningful measure of the performance of the Company than a fixed inflation linked target. More details on the comparator and the reasons for the change to a comparator are set out in paragraph 3 below.
- 1.2 We set out below the current and proposed revised investment objective of the Company.

Current investment objective	Revised investment objective

<p>The investment objective of the Company is to provide capital growth, with income being of secondary importance, with a target return in excess of the UK Consumer Price Index (CPI) plus 3%, net of fees, over rolling 5 year periods.</p> <p>There is no guarantee that any return will be achieved over a rolling 5 year period, or any other time period. Investors should note that capital is in fact at risk.</p>	<p>The investment objective of the Company is to provide capital growth, with income being of secondary importance, net of fees, over rolling 5 year periods.</p>
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**2. Change to the investment policy to move from mainly direct equity investment to increased indirect equity exposure via collective investment vehicles**

- 2.1 The Company currently aims to invest between 50-95% in equities. The Company will maintain exposure to equities of between 50-95% and intends to maintain equity exposure within these parameters, with a typical equity allocation below 85%.
- 2.2 Under the existing investment policy, investment in equities is mainly through direct investment but can also be indirect via collective investment vehicles. Further to discussions with the Investment Managers, we intend to amend the Company's investment policy allowing less direct investment and greater use of collective investment vehicles (40%-100%).
- 2.3 The change will allow for broader diversification of the portfolio across markets and sectors, helping to reduce volatility and the risk of being overly invested in one market, sector or industry. It also allows the Company to benefit from the expertise of specialist fund managers. The change will also enable increased flexibility in how the Company achieves exposure to underlying assets going forward.
- 2.4 The current and proposed revised investment policy of the Company is set out below.

<b>Current Investment Policy</b>	<b>Revised Investment Policy</b>
<p>The Company will invest in a global portfolio, which will comprise of between 50-95% in equities (which will mainly be directly but can also be indirectly via collective investment vehicles). The Company may invest in some or all sectors and in some or all world markets in order to take advantage of economic opportunities worldwide.</p> <p>The Company may also invest in fixed income investments (e.g. corporate and government bonds) and other transferable</p>	<p>The Company will invest in a global portfolio, which in normal market conditions, will consist of between 50-95% in equities (typically below 85%). The Company may invest in some or all sectors and in some or all world markets in order to take advantage of economic opportunities worldwide.</p> <p>The Company may also invest in fixed income investments (e.g. corporate and government bonds) and other transferable securities, money market</p>

<p>securities, money market instruments, cash, near cash, deposits and derivatives.</p> <p>Exposure to these asset classes may be gained directly or through the use of collective investment vehicles, (regulated and unregulated, including investment trusts and exchange traded vehicles) which may include collective investment vehicles managed by the ACD or its associates or the Investment Managers or their associates.</p> <p>The Company may also invest in alternatives (e.g. gold and commodities) indirectly via permitted instruments such as collective investment vehicles.</p> <p>The Investment Managers' process entails the selection and blending of high quality and liquid assets from a global universe. These include investments (directly into securities and/or indirectly via specialist managers) in sectors and strategies to obtain returns from both capital and income.</p> <p><b>Derivatives and forward foreign exchange contracts are permitted to be used both for Efficient Portfolio Management (including hedging) and for investment purposes. The Company's use of derivatives is expected to be limited. This may increase the volatility of the Company. Where derivatives are used for investment purposes, the net asset value of the Company may in consequence be highly volatile at times and the risk profile of the Company may be increased. However, it is the ACD's intention that in these circumstances the Company, owing to its portfolio composition or the portfolio management techniques used, will not have volatility over and above the general market volatility of the markets of its underlying investments.</b></p>	<p>instruments, cash, near cash, deposits and derivatives.</p> <p>Exposure to these asset classes may be gained directly or through the use of collective investment vehicles (between 40% and 100%), regulated or unregulated, including investment trusts and exchange traded vehicles, which may include collective investment vehicles managed by the ACD or its associates or the Investment Managers or their associates. The allocation to collective investment vehicles will vary within the range of 40-100% depending on markets and to take advantage of the expertise available via such collective investment vehicles. All other exposure to the above asset classes will be attained from direct investments.</p> <p>The Company may also invest in alternatives (e.g. gold and commodities) indirectly via permitted instruments such as collective investment vehicles.</p> <p>The exposure to equities may fall below 50% under difficult market conditions in which the Investment Managers believe that markets are expensive or when higher volatility is anticipated. This could include (but is not limited to) markets resulting from, or anticipating, extreme events (for example, the 2008 global financial crisis).</p> <p><b>Derivatives and forward foreign exchange contracts are permitted to be used both for Efficient Portfolio Management (including hedging) and for investment purposes. The Company's use of derivatives is expected to be limited. This may increase the volatility of the Company. Where derivatives are used for investment purposes, the net asset value of the Company may in consequence be highly volatile at</b></p>
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<p>The Company will be actively managed. This means that the Investment Managers actively make decisions about how to invest the Scheme Property (and which investments to buy and sell) instead of simply following a market index.</p>	<p><b>times and the risk profile of the Company may be increased.</b></p> <p>The investment policy of the Company may mean that at times, where it is considered appropriate (for example during difficult markets), the Scheme Property will not be fully invested and that prudent levels of liquidity will be maintained in order to reduce risk and preserve capital.</p> <p>The Company will be actively managed. This means that the Investment Managers actively make decisions about how to invest the Scheme Property (and which investments to buy and sell) instead of simply following a market index.</p> <p>The ACD has appointed multiple Investment Managers with different investment styles to achieve the investment objective. Allocations to the Investment Managers are subject to change in order to meet the Company's investment objective and further details regarding the allocations are available upon request from the ACD.</p>
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### **3. Introduction of a comparator benchmark**

- 3.1 Following discussions with the Investment Managers, we are proposing to introduce the Investment Association Mixed Investment 40-85% Shares peer group for performance comparison purposes only. This peer group is not a target and the Company is not constrained by it. This peer group has been selected as a comparator for performance because the parameters for this peer group of between 40% and 85% exposure to equities are closely aligned with the policy of the Company.

### **4. Amendment to investment policy to remove certain wording in respect of the use of derivatives**

- 4.1 The investment policy currently states that *"it is the ACD's intention that in these circumstances the Company, owing to its portfolio composition or the portfolio management techniques used, will not have volatility over and above the general market volatility of the markets of its underlying investments"*.
- 4.2 The ACD wishes to update this section to remove this wording. The removal of this wording will not result in an increase in volatility in the Company as currently

managed. If derivatives were to be used for investment purposes, this could result in a small increase in volatility, as stated in the investment policy for the Company.

## **5. Impact for you as an investor**

- 5.1 There will be no changes to the current risk level of the Company. There will also be no changes to the nature or purpose of the Company as a result of the proposed change set out in this letter. The Synthetic Risk and Reward Indicator (SRRI) will remain at level 4. There will be no changes to the OCF of the Company as a result of the changes set out in this letter. There will be some realignment in the assets of the Company which will occur to reflect the changes to the investment policy. It is anticipated that approximately 0.34% of the Company's portfolio will need to be realigned, with associated realignment costs expected to be as set out in paragraph 5 below.

## **6. Costs**

- 6.1 The legal costs of implementing the proposed changes set out above will be borne by the Company and are expected to be £7,500 plus VAT.
- 6.2 Adjusting the portfolio to increase the use of indirect investments will generate realignment costs which are estimated to be in the region of £24,185 plus VAT (approximately 0.024%), to be borne by the Company.

## **7. Notice**

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

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

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

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

Yours faithfully

**For and on behalf of  
Thesis Unit Trust Management Limited**