

Notification of a compulsory conversion of units and a reduction in fees

Following a formal review, the Board of Close Asset Management (UK) Limited (acting as Authorised Corporate Director of the Open-ended Investment Company, Close Strategic Alpha Fund (“the Fund”)), HEREBY GIVES NOTICE THAT:

- A) Pursuant to Clause 7.4.3 of the Prospectus of the Fund, the Fund Management Fee (“FMF”) payable on the X Accumulation Unit Class of the Fund (ISIN: GB00B7MTYH88, Sedol: B7MTYH8) will be reduced from 0.93% per annum to 0.68% per annum with effect from 14 December 2020.
- B) Pursuant to Clause 5.8 of the Prospectus of the Fund, the A Accumulation Unit Class (ISIN: GB00B3B4CW76, Sedol: B3B4CW7) and the I Accumulation Unit Class (ISIN: GB00B3B4CR24, Sedol: B3B4CR2) will both be compulsorily converted to the X Accumulation Unit Class (ISIN: GB00B7MTYH88, Sedol: B7MTYH8) with effect from 14 December 2020.

The conversions will not be treated as a disposal for tax purposes.

As a result of the conversions, the Fund Management Fee (“FMF”) payable on the newly-held X Accumulation class of units will be 0.68% pa (see A above), as compared to 1.68% pa on the A Accumulation Units and 0.93% pa on the I Accumulation Units previously held.

As the X units have a clean fee, rebates will no longer be paid on any converting units. However, as the FMF on the newly-held X units is lower than the lowest net fee (i.e. after any rebates) previously paid on the A and I units, all converting unitholders should be better off.

You need take no action as the above changes will be made automatically.

The compulsory conversion of the A and I units and the reduction in the fee on the X unit class reflect our desire to provide clients with excellent value for money and is a result of a formal review of all our Funds.

If you have any questions regarding this matter please contact us at:
Close Asset Management (UK) Limited, PO Box 367, Darlington, DL1 9RG;
or by telephoning 0370 606 6452*

*Calls may be recorded for training or monitoring purposes

Close Brothers Asset Management is a trading name of Close Asset Management Limited (Registered number: 01644127) and Close Asset Management (UK) Limited (Registered number: 02998803). Both companies are part of the Close Brothers Group plc group of companies, are registered in England and Wales and are authorised and regulated by the Financial Conduct Authority. Registered office: 10 Crown Place, London EC2A 4FT. VAT registration number: 245 5013 86.