

DILUTION ADJUSTMENT FIGURES

For the Architas Multi-Asset (MA) Active, Blended, Passive and Architas Multi-Manager (MM) Single Strategy funds, since 1 July 2013, our policy has been to apply a Dilution Adjustment (also known as ‘swing pricing’). This allows us to adjust the price of all deals placed in a fund on a particular dealing day to reflect the impact of dealing spreads, portfolio transaction costs and taxes caused by the inflows or outflows in the fund on that day.

On a given day, a dilution adjustment will normally be made, upwards, if the net purchases (total purchases minus total redemptions) into, or, downwards, if net redemptions (total redemptions minus total purchases) from a Fund exceed a pre-determined level (the “swing threshold”, which is reviewed every 3 months). The amount of adjustment will not exceed 2% of the price.

Because its application depends on circumstances beyond our control, it is not possible to predict accurately whether a dilution adjustment will occur at a future point in time. However, the data tables below indicate, for each fund: how often the price would have been adjusted had the policy been in force during 2018; and, based on the fund’s portfolio as at 30/11/2018, what the extent of an adjustment would have been had it been applied on that day:

Name of fund	Extrapolated number of applications during 2018	Adjustment	
		Upward	Downward
Architas MA Active Progressive Fund	0	0.02%	0.03%
Architas MA Active Growth Fund	0	0.02%	0.04%
Architas MA Active Moderate Income Fund	0	0.05%	0.08%
Architas MA Active Dynamic Fund	0	0.04%	0.07%
Architas MA Active Intermediate Income Fund	0	0.05%	0.08%
Architas MM Monthly High Income Fund	0	0.14%	0.22%
Architas MM Strategic Bond Fund	0	0.11%	0.21%
Architas MA Blended Reserve Fund	0	0.13%	0.18%
Architas MA Blended Moderate Fund	0	0.12%	0.16%
Architas MA Blended Intermediate Fund	0	0.13%	0.17%
Architas MA Blended Progressive Fund	0	0.11%	0.15%
Architas MA Blended Growth Fund	0	0.08%	0.11%
Architas MM UK Equity Fund	0	0.12%	0.12%
Architas Global Equity Income Fund	0	0.07%	0.12%
Architas MA Active Reserve Fund	0	0.38%	0.44%
Architas MA Passive Moderate Fund	0	0.31%	0.31%
Architas MA Passive Intermediate Fund	0	0.30%	0.30%
Architas MA Passive Progressive Fund	0	0.30%	0.30%
Architas MA Passive Reserve Fund	0	0.30%	0.30%
Architas MA Passive Growth Fund	0	0.28%	0.28%
Architas MA Passive Dynamic Fund	0	0.28%	0.28%
Architas MA Passive Prudent Fund	0	0.29%	0.29%
Architas Diversified Real Assets Fund	0	0.28%	0.41%
Architas Diversified Global Income Fund	1	0.22%	0.28%
Architas BirthStar Target Date 2015-20	0	0.08%	0.08%
Architas BirthStar Target Date 2021-25	1	0.09%	0.09%
Architas BirthStar Target Date 2026-30	0	0.10%	0.10%
Architas BirthStar Target Date 2031-35	0	0.11%	0.11%
Architas BirthStar Target Date 2036-40	0	0.12%	0.12%
Architas BirthStar Target Date 2041-45	0	0.12%	0.12%
Architas BirthStar Target Date 2046-50	0	0.12%	0.12%



The Architas customer support team is on hand to answer any questions you may have, call **0800 953 0197** (Monday to Friday 9.00am–5.30pm; calls may be recorded. Calls are free from landlines and mobiles within the UK) or contact your financial adviser.