

Valu-Trac Investment Management Limited

Authorised and regulated by the Financial Conduct Authority (FCA), registration number 145168.

Registered in England No. 2428648

Tel: +44 (0)1343 880344

Orton, Moray

IV32 7QE

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt about the contents of this document or the action you should take you should consult a person authorised under the Financial Services and Markets Act 2000 to advise on investments of the type referred to in this document such as your stockbroker, solicitor, tax adviser, accountant or other financial adviser.

13 December 2022

Dear Investor

Valu-Trac Investment Funds ICVC (the "Company")

Valu-Trac Equity Income Fund A (the "Sub-fund")

We are writing to inform you that following careful consideration and discussions with the Company's depositary, we are closing the Sub-fund as we no longer consider this to be commercially viable due to its persistent small size (combined with wider challenges for funds which have a particular focus on income generation (as the Sub-fund does) in the face of recent market conditions).

In light of this, and following consideration of other available options, we believe that termination will protect investors from suffering the effects of increased ongoing charges following planned redemptions and ensure an orderly wind-down is possible and so allow monies to be returned to investors in a controlled fashion. We therefore believe that the termination of the Sub-fund is in the best interests of investors.

The costs of the termination (expected to be c. £10,000 (plus VAT), excluding audit and dealing costs) will be borne by the Sub-fund.

We expect to commence the process of termination on 1 March 2023.

OPTIONS

You are free to:

1. provide instructions to redeem your investment in the Sub-fund for cash prior to the commencement of termination; or
2. elect to switch your investment in the Sub-fund to another fund managed by us free of any initial charge or switching charge; or
3. do nothing (in which case your investment will follow the default option which is the cash redemption of your investments upon termination)

It should be noted that:

(a) the return of proceeds (whether through redemption or switching) in the first instance will, depending on your circumstances, remain a taxable event; and

Registered Office:

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(b) prior to the commencement of termination a dilution levy may be imposed on redemptions where this is considered to be in the interests of investors as a whole.

Any instructions in respect of Option 1 or 2 should be provided as soon as practicable, **and in any event by 28 February 2023** (this is particularly important for any ISA holders). Instructions can be provided by calling Valu-Trac on 01343 880344.

The prospectus and the key investor information document for each fund which Valu-Trac managed can be found at www.valu-trac.com. You should read the key investor information document (KIID) for the fund you wish to switch into before providing any instruction.

Upon termination, the underlying investments of the Sub-fund will be sold and the proceeds will be returned to you. The Sub-fund will then be formally terminated. If we do not have your bank details on file or if we are awaiting verification of your identity then settlement may be delayed.

IMPORTANT NOTE

As noted above, you should be aware that any options, whether it be to request a switch into another fund, redeem your shares or receive the proceeds from termination will involve a disposal of your shares in the Sub-fund for capital gains tax purposes, and may give rise to a capital gains tax liability. If you are in any doubt about the action you should take (or the taxation consequences of your action) (which is particularly important for ISA Holders who wish to try to retain the tax benefits associated with their investment) we recommend that you speak with your financial adviser.

If you have any questions in relation to the proposed changes, please contact us on 01343 880 344 or by post to Valu-Trac Investment Management Limited, Orton, Moray, IV32 7QE.

Yours faithfully

Matthew Brennan

Head of Investment Management Oversight

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