REEVES
INVESTMENT SERVICES

Saruja Fund

FAQs

What exactly is the Saruja Fund?

The Saruja Fund is a new, purpose-built fund that offers a broader range of investments by using a fund of funds structure. It is designed to give you greater diversification while following the same investment strategy and risk profile you currently have.

What is a fund of funds structure?

A fund of funds structure is an investment strategy where a fund invests in other investment funds similar to your model portfolio however provides the flexibility to invest in direct shares and bonds, capped at 30% of the fund's total assets. The Saruja Fund isn't limited by platform availability, giving the investment manager access to a broader universe of investments. This allows for greater consistency across the funds and reduces constraints from high transactional charges.

Will this change affect my overall investment strategy?

No, your overall investment strategy and risk profile will stay exactly the same. The only change is the structure of your portfolio, which will be moved to the Saruja Fund for better efficiency and broader investment opportunities.

Why are you making this change now?

We have always had the goal to launch our own funds so we could provide a more effective proposition however we required the scale to do so. This change enhances the diversification of your portfolio, simplifies how your investments are held and reported, and we expect cost reduction over time, ultimately benefiting you.

How will this impact the performance of my portfolio?

The Saruja Fund is designed to maintain the same level of risk and return potential as your current portfolio in a more efficient and effective manner.

Do I need to take any action?

You don't need to do anything.

What changes to costs and charges can I expect?

You have been paying an ongoing adviser charge of 1.1% a year (0.55% on funds over £500,000). After this change, your fee will drop to 1.0% (0.5% on funds over £500,000), with 0.1% being paid directly from the Saruja Fund instead of your portfolio.

Will my investments still be managed by LGT?

Yes, the LGT investment team will continue managing the underlying investments with the same proven approach, providing the same level of oversight.

Will this affect the platform where my investments are held?

No, your investments will still be held on the same platform, so there's no need to worry about a change in where your assets are stored.

What if I have more questions or concerns about this change?

If you have any questions or would like to discuss this further, please reach out to the Reeves team via client.services@reevesifa.com. We're here to help.

What are Reeves roles and responsibilities?

Reeves is responsible for supporting fund development by sharing market knowledge, advising on investment objectives, and assisting with platform and manager selection. They identify the target market, ensure the distribution strategy aligns with it, and take full responsibility for product development and distribution, adhering to Consumer Duty to provide clear information and protect consumers.

What impact does the FSCS have?

The FSCS (Financial Services Compensation Scheme) protects investors if a firm managing an OEIC fails due to fraud, covering up to £85,000 per person.
Fraud is mitigated in an OEIC structure by:

- Asset Segregation – Ensuring funds are kept separate from the firm's assets.
- Independent Oversight – Ensuring compliance with regulations and proper governance.
- Regulatory Compliance – Following industry rules, with regular audits and reporting.
- Investor Reporting – Maintaining transparency through regular updates.

These measures collectively safeguard against fraud and protect investors.

What's happening to the model portfolio service?

The current version of the discretionary model portfolio service will be closed by year end on the basis that the fund is the most effective investment vehicle for active investment.

What happens to my investments during the transition to a new fund?

As part of this transition, your portfolio will be temporarily out of the market while your investments are held in cash, meaning you are not exposed to market movements—either gains or losses—during that period.

To reduce the impact of being out of the market, we implemented a phased switch into the Saruja fund over a four-week period to help manage short-term risks

This brochure is for informational purposes only and should not be considered financial advice. No action should be taken without seeking independent professional financial advice, as any decisions regarding your pension may be irreversible and could significantly impact your retirement income.

The value of your investment and any associated income may fluctuate, and you may not recover the full amount invested. Please consult our independent financial advisers before making any decisions.

REEVES
INVESTMENT SERVICES

Park View House, Benton, Newcastle Upon Tyne, NE7 7TZ
Tel: 0800 989 0029
Email: info@reevesifa.com

Reeves Investment Services is a trading style of Reeves Independent Limited, which is authorised and regulated by the Financial Conduct Authority (FRN 839943). Company Registration No. 11751772. Registered Office: Park View House, Front Street, Benton, Newcastle upon Tyne, NE7 7TZ.

Reeves Investment Services is also a trading style of Reeves Financial Services Limited, which is authorised and regulated by the Financial Conduct Authority (FRN 187607). Company Registration No. 03586020. Registered Office: Park View House, Front Street, Benton, Newcastle upon Tyne, NE7 7TZ.