

17 April 2026

Dear Shareholder

**Changes to the Heriot Global Fund (the “Fund”) a sub-fund of the Heriot Investment Funds (the “Company”).****This letter is important and requires your attention but does not require you to take any action.**

We, Waystone Management (UK) Limited, are the authorised corporate director of the Fund. We are responsible for acting in the best interests of investors and providing the legal and regulatory framework for the Fund.

We are writing to inform you, as an investor in the Fund, of the following changes, all of which will take effect on 30 June 2026 (the “**Effective Date**”):

1. A change to the Fund’s valuation point and the cut-off time by which your instructions to buy, sell, convert or switch shares needs to be received by us for your instructions to be processed at the next valuation point.
2. A change to the Fund’s dilution policy.
3. Clarifications to the investment objective and policy of the Fund.
4. A reduction in the minimum amount that needs to be invested to be eligible to hold B shares in Fund.
5. Clarifications to the exclusionary investment criteria that are applied by Dundas Partners LLP, the Funds’ investment adviser (the “**Investment Adviser**”).
6. Updates to the Fund’s typical investor profile and identified target market.

**1. Change of valuation point and dealing cut-off point**

The ‘valuation point’ is the time at which the price of the shares which you hold in the Fund is calculated, based on the value of the Fund’s underlying investments:

- From the Effective Date, the daily valuation point of the Fund will move from 8.00 a.m. to 10.30 p.m. This change is being made to better reflect the timing of market

information and to ensure that the pricing of the Fund is more closely aligned to the valuation of the underlying assets.

In line with the change, the cut-off time for receiving your application to buy, sell, convert or switch shares will also change:

- From the Effective Date, the dealing cut-off time will move from 5.00 p.m. on the business day before the valuation point to 5.30 p.m. on the same business day as the valuation point. Instructions received after this time will be processed at the following valuation point.

These changes will not affect the way your investment is managed, and no action is required on your part.

## **2. Changes to the Fund's dilution policy**

Following our review of the pricing and share dealing policies of the Company we will be changing the way in which the Fund's price is adjusted to protect existing investors from the costs of trading.

From the Effective Date, the Fund's current dilution levy policy will be replaced with a dilution adjustment mechanism (also known as "Single Swing Pricing").

Both approaches are designed to ensure that the costs of buying and selling underlying investments held by the Fund are borne by investors entering or exiting the Fund, rather than by existing investors.

However, the dilution policy and dilution adjustment (or single swing pricing) mechanisms operate differently. Under the existing dilution levy policy, as the Fund's authorised corporate director, we may apply an adjustment to the price paid or received by an investor in a Fund on a discretionary basis, depending on the level of net inflows or outflows, and it may not be applied on every day on which investors deal in a Fund.

Under the new dilution adjustment policy, a Fund's price will automatically adjust – or "swing" – on any dealing day where there are net inflows or outflows. This swing reflects the estimated transaction costs incurred as a result of the investors' trading activity.

The change is intended to improve consistency, transparency and fairness in how the costs incurred by a Fund when buying or selling underlying investments are managed.

In normal market conditions and considering current purchase and sales taxes (for example, UK stamp duty) and local market charges (for example, financial exchange fees), a dilution adjustment is, based on historic data, likely to be in the range of -2% to +2% of a fund's net asset value and be applied from time to time.

You can find the full details of our dealing procedures and dilution policies in the Company's prospectus. From the Effective Date we will publish an updated prospectus on our website [www.waystone.com](http://www.waystone.com).

### 3. **Clarifications to the investment objective and policy of the Fund**

#### *(a) Investment objective*

From the Effective Date the investment objective of the Fund will be amended to include a reference to the aim of the Fund being to 'provide a total return, through a combination of income and capital growth, after all costs and charges have been taken

The revised investment objective of the Fund is set out in the appendix to this letter.

This change is being made to clarify that the Fund has been and will continue to be managed for capital growth and dividend returns.

#### *(b) Investment policy*

From the Effective Date, the current reference in the investment policy to the Fund aiming to invest in a portfolio of approximately 60-100 companies with high profitability in its investment policy will be amended to remove the specific range of '60-100'.

Although the Investment Adviser does not intend to significantly change the number of companies in which it invests to achieve its investment objective, in practice the number of companies held may be below the currently stated range.

The revised investment policy will also clarify that the Investment Adviser is not constrained by a benchmark, is able to invest in shares in companies in any sector and geographical location and will actively manage the Fund with Baseline Exclusion Criteria taken into account (see paragraph 5 below). The revised policy also makes clear that the Fund's investment in equities may include investments in investment trust companies.

These changes are not intended to change the way in which the Fund is managed or to affect its risk profile.

A full comparison of the amended investment objective and policy of the Fund can be found in the appendix to this letter.

### 4. **Reductions to the investment minimum investment and holdings for the B share class in the Fund**

The amounts that investors will need to invest and hold in the share class above will be reduced as set out in the table below. This change is being made to encourage further investment in the Fund.

<i>Share class</i>	<i>Minimum initial investment</i>	<i>Minimum holding</i>
Class B Sterling accumulation shares:	£7,000,000	£7,000,000

Class B Sterling income shares:	£7,000,000	£7,000,000
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As authorised corporate director of the Fund, we may continue to waive the minimum investment levels for this share class at our discretion.

## 5. Clarifications to the Baseline Exclusion Criteria

The Fund's Investment Adviser is a signatory to the Principles for Responsible Investment ("PRI") a United Nations-supported international network of financial institutions working together to implement its six aspirational principles, including incorporating environmental, social and corporate governance issues into investment analysis and decision-making processes.

The Baseline Exclusion Criteria are a set of exclusionary criteria applied by the Investment Adviser which seek to address the majority of its clients' requests for exclusions on what the Fund may invest in to avoid or limit the Fund's exposure to certain companies or sectors that it does not believe align to the PRI or which do not adhere to standards of minimum acceptable behaviour, and which are outside its investment framework.

The Company's prospectus will be updated to clarify that the baseline exclusion criteria may change and is subject to ongoing review. As a result, reference to specific prohibitions have been removed from the prospectus as these exclusions may change over time.

This clarification is not intended to change the way in which the Fund is managed and further information on the Investment Adviser's stewardship activities, including the list of exclusions, can be found at <https://www.dundasglobal.com/stewardship>.

## 6. Clarifications to the Fund's typical investor profile and target market

The language used to explain the Fund's typical investor profile and target market has been updated to add further clarity to each.

If you are unsure as to whether the Fund is suitable for you as an investor, then you should contact your financial adviser.

<b>Profile of a typical investor</b>	<b>Identified Target Market</b> (setting out the type of clients for whose needs, characteristics and objectives the Fund is compatible.)
The Fund is designed for investors who plan to hold their investment for the long term (five years or more). Potential investors should fully understand the additional risks associated with this particular asset class and be able to take a long-term view of any investment in the Fund. If you are uncertain whether these	<p><b>Type of client:</b> Given the nature of the Fund (a non-complex UCITS fund) the Fund is targeted towards advised and non-advised retail clients, professional clients and eligible counterparties.</p> <p><b>Knowledge and experience of client:</b> the Fund is compatible with those clients who</p>

<p>products are suitable for you, please contact a financial adviser.</p>	<p>have basic investment knowledge and experience, including knowledge of collective investment schemes and the asset classes in which the Fund may invest.</p> <p><b>Financial situation of client with a focus on the ability to bear losses:</b> As the value of the Fund can go down as well as up, the Fund is compatible for investors that can bear capital losses of up to the amount invested. However, the nature of the Fund means that there would be no loss beyond the amount of capital invested.</p> <p><b>Objectives and needs of client:</b> Those clients who seek a total return (the combination of income and capital growth) with an investment horizon of five years or more and for whom exposure to public equities is appropriate. The Fund is appropriate within a diversified portfolio including other non-equity assets.</p> <p><b>Clients who should not invest in the Fund (negative target market):</b> This product is deemed incompatible for investors who are:</p> <ul style="list-style-type: none"> <li>(i) seeking full or partial capital protection</li> <li>(ii) fully risk averse and have no or low tolerance for risk</li> </ul> <p><b>Distribution channels:</b> The Fund is eligible for all distribution channels (e.g. execution only, non-advised sales, advised sales and portfolio management).</p>
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### **Costs of implementing the changes**

The cost of implementing the changes set out in this letter are to be borne by the Investment Adviser.

### **Next steps**

You are not required to take any action as a result of the changes outlined in this letter.

Should you have any queries on the information contained in this letter or require additional support in relation to your investment, our dedicated team is available to help you.

Please contact our Customer Services Department on 0345 922 0044 between 8.30a.m. and 5.30p.m. (Monday to Friday) or by e-mail at [wtas-investorservices@waystone.com](mailto:wtas-investorservices@waystone.com).

Yours faithfully

A handwritten signature in black ink, appearing to read 'Karl Midl', with a stylized flourish at the end.

**Karl Midl**

on behalf of **Waystone Management (UK) Limited** in its capacity as ACD of **Heriot Investment Funds**

**APPENDIX**

<b>Investment objective and policy of the Heriot Global Fund</b>	
<i>Revised investment objective and policy</i>	<i>Changes to existing investment objective and policy with new language underlined and deleted words struck out</i>
<p>Investment Objective:</p> <p>The aim of the Fund is to provide a total return (the combination of capital growth and income), after all costs and charges have been taken, over the long term (which the Investment Adviser defines as a period of five years).</p> <p>Investment Policy:</p> <p>The Investment Adviser aims to achieve the objective by pursuing a dividend and capital growth discipline; however, investors should be aware that capital invested is at risk and there is no guarantee the objective will be achieved over any time period.</p> <p>The Fund will invest at least 90% in listed global equities. As part of the equities exposure, the Fund may invest in Investment Trusts. To the extent that the Fund is not fully invested in listed equities, investments may be made in cash-like instruments, such as money market instruments, deposits, cash and near cash. Such investments are not intended to be more than 10% in aggregate of the value of the Fund.</p> <p>The companies selected have high levels of profitability and cash generation, consistent re-investment, low levels of debt and prudent governance. The Investment Adviser will perform research to identify shares in companies that provide this.</p>	<p>Investment Objective:</p> <p>The aim of the Fund is to provide <u>a total return (the combination of capital appreciation growth and income)</u>, after all costs and charges have been taken, over the long term (<del>5</del><u>which the Investment Adviser defines as a period of five years. or more</u>) by <del>investing in dividend growth companies.</del></p> <p>Investment Policy:</p> <p><u>The Investment Adviser aims to achieve the objective by pursuing a dividend and capital growth discipline; however, investors should be aware that capital invested is at risk and there is no guarantee the objective will be achieved over any time period.</u></p> <p>The Fund <u>will invests at least 90%</u> in listed global equities. <del>The</del> <u>As part of the equities exposure, the Fund may invest in a portfolio of approximately 60-100 companies which have high levels of profitability and cash generation, consistent re-investment, low levels of debt and prudent governance in order to deliver the investment objective. The Investment Adviser will perform research to identify shares in companies that provide this.</u> <del>Investment Trusts.</del> To the extent that the Fund is not fully invested in <del>the asset class</del> <u>listed equities</u>, investments may be made in <u>cash-like instruments, such as money market instruments, deposits, cash and near cash.</u> Such investments are not intended to be more than 10% in aggregate of the value of the Fund.</p> <p><u>The companies selected have high levels of profitability and cash generation, consistent re-investment, low levels of debt and prudent governance. The Investment Adviser will perform research to identify shares in companies that provide this.</u></p>

<p>The Fund is not constrained by a benchmark and will invest in shares of companies in any country and in any sector.</p> <p>The Fund will be actively managed and in selecting investments for the Fund, the Investment Adviser will take into account its Baseline Exclusion Criteria (as set out in section 14 of the Prospectus).</p> <p>The minimum investment amount and ranges referenced above may not apply under extraordinary market conditions. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily have substantial holdings in cash and cash equivalents.</p>	<p><u>The Fund is not constrained by a benchmark and will invest in shares of companies in any country and in any sector.</u></p> <p><u>The Fund will be actively managed and in selecting investments for the Fund, the Investment Adviser will take into account its Baseline Exclusion Criteria (as set out in section 14 of the Prospectus).</u></p> <p><u>The minimum investment amount and ranges referenced above may not apply under extraordinary market conditions. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily have substantial holdings in cash and cash equivalents.</u></p>
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