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8 April 2020

Notification to investors

Changes we are making to the investment objective of your Fund

You hold an investment in one of the following Funds:

- Unicorn Outstanding British Companies Fund
- Unicorn UK Ethical Income Fund
- Unicorn UK Income Fund

We are writing to inform you of changes we are making to the above Funds. These changes will take effect on 15th June 2020 and this letter explains them.

Please take the time to read this letter carefully as it provides you with important information. However, you do not need to take any action as a result.

Changes to the language of the investment objectives and policies

We plan to amend the investment objective of the Funds. This is the statement that sets out what we aim to achieve with your investment.

Each Fund's investment objective currently refers to a benchmark published by a third party administrator. These benchmarks are not to be used for the purposes of setting performance targets, investment limits or constraints, or for the purposes of performance calculations or comparisons. We will amend each Fund's investment objective to remove references to the index and the Fund's will no longer include references to outperforming this benchmark. Instead, the Fund's will seek more broadly to provide income or capital growth (as relevant) while maintaining the same investment policy and risk profile. Within these parameters, the Fund's will continue to seek the best possible return for investors. We are also adding some detail to the investment policy of the Funds. This is the statement which sets out how we will achieve the investment aims.

- In the case of Unicorn UK Ethical Income Fund and Unicorn UK Income Fund, we will amend the investment policies of these Funds to specify that each Fund invests at least 80% in smaller/medium sized companies (being those with a market valued of £4 billion or less).

- In the case of Unicorn Outstanding British Companies Fund, we will amend the investment policy to specify that the Fund invests at least 80% in British companies.

In the appendix to this letter, we provide a statement of each Fund's investment objective and policy from the date of change.

Updated documentation

As a result of the changes above, we will update the Funds' prospectus, instrument of incorporation, and key investor information documents.

You can request updated copies of these documents from us. The documents will be available on the website of the Funds' investment manager from 15th June 2020.

Costs of this update

The costs of this change are payable by the Fund's in line with the Funds' prospectus. The cost of this change will be less than 0.01% of the net asset value of the Funds.

What should you do?

If you would like further information regarding this change, please contact us as the address set out above. If you are uncertain as to how to respond to this document, you should consult your professional adviser.

The Funds' management team is grateful for your continued investment.

Yours faithfully,



Unicorn Asset Management Limited
(as authorised corporate director of Unicorn Investment Funds)

Appendix

New investment objectives and policies

Unicorn Outstanding British Companies Fund

The Unicorn Outstanding British Companies Fund aims to achieve **long-term capital growth by investing in a portfolio of outstanding British companies by taking a long term view of not less than five years** a rate of return that is superior to that of the FTSE All Share (Ex Investment Trusts) Index, over the long-term, where long-term is defined as being not less than five years, capital growth by investing in a collection portfolio of outstanding British companies, with the least amount of economic, as distinct, from market price risk.

British companies are defined as those which are incorporated or domiciled in the UK or have a significant part of their operations in the UK.

At least 80% of the companies that the Fund invests into will be British companies. The Fund can also invest into companies that are not otherwise British companies but are listed on stock exchanges in the UK.

Unicorn UK Ethical Income Fund

The Unicorn UK Ethical Income Fund aims to **provide an income by investing** achieve an historic yield in excess of 110% of the FTSE All Share yield, over a 3 year period, by investing primarily in UK companies which meet the ACD's ethical guidelines. For this purpose, UK companies are defined as those which are incorporated or domiciled in the UK, or have a significant part of their operations in the UK. Selection of such ethical equities will be undertaken on the basis of thorough company analysis, with ethical and socially responsible criteria reviewed at the point of investment and quarterly thereafter.

The Fund may also invest, at its discretion, in other transferable securities, deposits and cash. The Fund may also enter into certain derivative and forward transactions for hedging purposes.

The Fund mainly invests **at least 80%** in UK companies which are quoted companies with a bias towards small and medium sized companies **(those with a market value of less than £4 billion)**. Some of the companies may be quoted on AIM. AIM is the London Stock Exchange's international market for smaller, growing companies.

~~There is no guarantee that the target return will be achieved over a 3 year, or any other period, and investors should note that their capital is always at risk.~~

Unicorn UK Income Fund

The Unicorn UK Income Fund aims to **provide an income by investing in UK companies** achieve an historic yield in excess of 110% of the FTSE All Share yield, over a 3 year period, by investing mainly in UK companies.

~~For this purpose, UK companies are defined as those which are incorporated or domiciled in the UK or have a significant part of their operations in the UK.~~

The Fund may also invest, at its discretion, in other transferable securities and deposits and cash. The Fund may also enter into certain derivative and forward transactions for hedging purposes.

The Fund mainly invests **at least 80%** in UK companies which are quoted companies with a bias towards small and medium sized companies **(those with a market value of less than £4 billion)**. Some of the companies in which the Fund invests may be quoted on AIM. AIM is the London Stock Exchange's international market for smaller, growing companies.

~~There is no guarantee that the target return will be achieved over a 3 year, or any other period, and investors should note that their capital is always at risk.~~