

LF Miton Investment Funds 3 - Research Charge

This document sets out the estimated research charge for each Sub-fund for 2018.

Miton Asset Management Limited, the Investment Manager, makes a charge to each Sub-fund in respect of the cost of research it uses as part of its investment process for the relevant Sub-fund.

The research charge is used by Miton Asset Management Limited to purchase external research which it considers will benefit the relevant Sub-fund by contributing to the investment decision making process.

Please refer to section 7.5 of the Sub-fund's prospectus for further details.

Estimated Research Charge

The research charge for 2018 applies from 29 January 2018.

Each Sub-fund will be charged a proportion of the research budget for its strategy. The charge applied to a Sub-fund has been calculated on a pro-rata basis by reference to the value of the Sub-fund's assets in proportion to the total value of its strategy's assets.

The ACD has agreed the following estimated research budget. The calculated pro rata amount has also been reduced to reflect that the charge only applies from 29 January.

Global Infrastructure Strategy

The Investment Manager has set a research budget for this strategy for 2018 of £85,500.

Sub-Fund name	Estimated Research budget
LF Miton Global Infrastructure Fund	£78,375

UK Value Strategy

The Investment Manager has set a research budget for this strategy for 2018 of £226,000.

Sub-Fund name	Estimated Research budget
LF Miton UK Value Opportunities Fund	£207,167

North America Strategy

The Investment Manager has set a research budget for this strategy for 2018 of £576,000.

Sub-Fund name	Estimated Research budget
LF Miton US Opportunities Fund	£528,000
LF Miton US Smaller Companies Fund	£60,104*

*The LF Miton US Smaller Companies Fund was launched on 14 March 2018. As a new fund, the amount invested in the fund is uncertain. The initial research budget for this sub-fund has been set using an estimated value of assets of £60mn. During the remainder of 2018, if the sub-fund's assets increase to the levels set out below then the estimated research budget will also increase.

LF Miton US Smaller Companies	Estimated Research budget
Initial (based on AUM of £60m)	£60,104
AUM of £90m	£84,637
AUM of £120m	£106,338

European Strategy

The Investment Manager has set a research budget for this strategy for 2018 of £160,000.

Sub-Fund name	Estimated Research budget
LF Miton European Opportunities Fund	£146,667

UK Smaller Company Strategy

The Investment Manager has set a research budget for this strategy for 2018 of £175,000.

Sub-Fund name	Estimated Research budget
LF Miton UK Multi Cap Income Fund	£94,918
LF Miton UK Smaller Companies Fund	£17,151

Further information

The total amount of the research charge borne by each Sub-fund for each accounting period will be reported in the annual long report for the Company.

On request the ACD will provide a summary of the following information to Shareholders for the most recent annual accounting period in respect of each Sub-fund

- The research providers
- The total amount each provider was paid
- The benefits and services received by the Investment manager
- How the total amount of research charge spent compares to the budget set by the Investment Manager
- Any rebate or carry-over of residual monies

For further information:

- call the Link Customer Services Team on 0345 300 2106
- Send an email to investorservices@linkgroup.co.uk or
- Write to Link at: Link Fund Solutions Limited, Arlington Business Centre, Millshaw Park Lane, Leeds, LS11 0PA.