

Supplementary Information Document

Fundsmith Sustainable Equity Fund



Contents

Section 1	
Introduction	2
Section 2	
The Fund	3
Section 3	
Investment	4
Section 4	
Additional information	6
Appendix 1	
Fund information	10
Appendix 2	
Contact details	12

This document is dated 5 April 2019.

You should read this document carefully so that you understand what you are buying and keep it safe for future reference.

Issued by Fundsmith LLP
Registered in England and Wales no: OC354233.

1.

Introduction

This document sets out important information about Fundsmith LLP (“Fundsmith”, “we” or “us”) and the Fundsmith Sustainable Equity Fund (the “Fund”). It contains information which Fundsmith is required to provide to you but it does not provide complete and comprehensive information in relation to the Fund. **Investors should therefore read this document in conjunction with the Key Investor Information Document and the Prospectus.**

The Key Investor Information Document provides essential information about the Fund to enable investors to make an informed investment decision. This includes details of the Fund’s investment objective and policy, the risk and reward profile, costs and charges and performance information. The Prospectus contains comprehensive information about the Fund. Both documents are available from us on request, free of charge and can also be found on our website at www.fundsmith.green

The value of an investment in the Fund and the income arising from it may fall as well as rise and can be affected by changes in exchange rates. Investors may not get back the amount of their original investment. Past performance is not a reliable indicator of future results.

If you require further information about the Fund please contact us:

Visit our website at www.fundsmith.green.

Call us on 0330 123 1815 (between 9.00am and 5.00pm on any business day).

Write to us at Fundsmith LLP, PO Box 10846, Chelmsford, Essex CM99 2BW.

Nothing in this document should be interpreted as giving you financial advice. If you have any doubt about whether an investment in the Fund is suitable for you please consult your own financial adviser.

2.

The Fund

The Fund is an investment company with variable capital, incorporated in England and Wales under registration number IC001098 and is authorised and regulated by the Financial Conduct Authority (“FCA”).

A single class of share, the I class, has been issued in respect of the Fund. Both accumulation and income shares are available within the I class. Accumulation shares allocate any dividend distributions on the pay dates of the Fund to capital and these are then reflected in the share price of the accumulation shares. Income shares pay out any dividend distributions to investors on the pay dates of the Fund.

Further details of the minimum subscription level, subsequent deal size and charges are set out in Appendix I.

Fundsmith is the Authorised Corporate Director (“ACD”) of the Fund and is responsible for managing the Fund’s affairs in accordance with FCA Rules. Investors can apply to invest in the Fund through Fundsmith.

Appendix 2 contains a directory of contact details relevant to the Fund.

3.

Investment

Making an investment in the Fund

Investment can be made by post or by telephone.

By post

Complete the application form (which you can download from the website www.fundsmith.green) and post this together with the required documentation to enable us to complete our anti-money laundering procedures to the address on the form. You may wish to use special delivery or other recorded or registered postal delivery service.

By telephone

You can buy shares in the Fund directly by telephoning us on 0330 123 1815 on any business day between 9.00am and 5.00pm. Please note telephone calls may be recorded.

Fundsmith will require you to provide additional information for anti-money laundering purposes (see below).

After we receive your application form or telephone instructions, your purchase order will be processed. The price at which you invest in the Fund is determined by reference to the net asset value of the Fund at the next valuation point, which is 12 noon on each business day. Applications received before 12 noon on a business day will be processed at the price determined from the valuation on that day. Applications received after 12 noon will be processed on the next business day. The share price may be subject to a dilution adjustment. Further details of the dilution adjustment can be found in the full Prospectus.

In all cases, payment for your investment should be made by an electronic bank transfer to the bank account specified in the application form. You must ensure that we receive payment in cleared funds no later than the fourth business day from the day on which your application form is received and processed by us. You will receive a contract note which will specify the date on which cleared funds must be received by us.

If for any reason we are not able to process your investment immediately, any uninvested cash will be either returned to you or held on your behalf in a client bank account, in accordance with the FCA's Client Money Rules. No interest will be payable on your money in such an account.

Selling your investment in the Fund

You can sell your investment in the Fund by writing to us at Fundsmith LLP, PO Box 10846, Chelmsford, Essex, CM99 2BW or telephoning us on 0330 123 1815. Instructions received by telephone will need to be confirmed in writing on a renunciation form which we will send to you or can be downloaded via our website at www.fundsmith.green. We will sell your shares at the next valuation point following receipt of your instructions. Once we have received all necessary documents to complete the transaction we will send you the sale proceeds by bank transfer, normally within four business days. The share price may be subject to a dilution adjustment.

Prevention of money laundering

We comply with various laws and regulations designed to combat money laundering and other financial crime. We have anti-money laundering policies and procedures which require certain processes to be applied both at the time of initial investment into the Fund and on an ad hoc basis.

We are required to identify and verify the identity of any applicant for shares, or the person on whose behalf the application is being made or the beneficial owners of the applicant. We may also be required to obtain information on the type and purpose of the organisation applying to invest, the countries in which it operates and the source of its wealth or of the funds which are being used to make the investment.

All applicants for shares will be asked to provide certain information to enable us to complete our anti-money laundering procedures. To the extent that the applicant, or where relevant, the beneficial owner has been identified as a politically exposed person, we may require additional information.

Any failure to or delay in sending us the required documentation to enable us to complete our anti-money laundering procedures could result in a delay in processing your application to invest or subsequent investment instructions. We reserve the right to refuse to issue shares to the applicant, or pay the proceeds of a redemption of shares or pay income on shares to an investor until sufficient information has been provided to satisfy our requirements.

The application form sets out the specific requirements as to the minimum information and documentation required to be provided depending on the nature and status of the applicant. Please ensure that all required information and documentation is enclosed with the completed application form.

If you have any questions about the documentation required, please contact us on 0330 123 1815.

Investor information

You can obtain the latest share prices of the Fund by:

- Visiting our website, www.fundsmith.green, where price and performance information is available.
- Calling us on 0330 123 1815 between 9.00am and 5.00pm, Monday to Friday.

Please note that these prices are historical and are not the prices at which you would be able to deal. The assets of the Fund are valued at 12 noon each business day and deals are always priced at the next valuation point.

Every six months you will receive a statement showing a valuation of your investment as at 5 April and 5 October each year, together with a list of transactions during the six month period. Statements are issued within a month following the statement date. In addition the annual and half-yearly Report and Accounts for the Fund will be available on request or from our website, www.fundsmith.green.

4.

Additional information

Data protection

This section describes the way in which we may use personal information.

Please read this section carefully to understand how we collect, process and share personal information.

We will only use personal information to the extent that it is provided to us, or otherwise obtained by us, as set out in this section. We endeavour to ensure that personal information is handled in accordance with the “Data Protection Legislation”, including (i) the UK Data Protection Act 2018, (ii) the EU General Data Protection Regulation (iii) the Privacy and Electronic Communications (EC Directive) Regulations 2003, and (iv) all similar or related legislation relating to the processing of personal information and/or privacy applicable to us.

By applying to invest in the Fund and/or otherwise engaging with us, you acknowledge that we may collect, process and transfer personal information as set out in this section.

In this section, for the purposes of the Data Protection Legislation, the data controllers are:

- the Fund;
- Fundsmith; and
- Fundsmith Investment Services Limited

(i) Personal information that we collect from you

When you apply to invest in the Fund or otherwise engage with us (e.g. by sending us emails, contacting us via telephone, visiting or making an enquiry through our website or making transactions with us), you may provide personal information about yourself or your beneficial owners, employees or representatives including name and contact details (e.g. address, email address and telephone number), certain financial information and various other necessary personal information (e.g. identity documentation, date of birth, national insurance number and bank details). Where you make use of your online account, we may also collect information about your use of your online account (e.g. your IP address and choice of web browser).

We also have CCTV in some of our offices for the purpose of crime prevention and where this is relevant, we will display appropriate notices.

(ii) Personal information that we receive from other sources

We may receive information from third parties who collect personal information from you and pass it on to us. For example, as part of our anti-money-laundering processes for both prospective and existing investors or where we receive contact details and other personal information from your financial adviser. Where this is the case the third party is responsible for obtaining any relevant consents from you to ensure you are happy with the ways in which personal information will be used but, once we have received it, we will only use it in accordance with the terms of this section.

(iii) What we do with personal information

Some of the personal information we collect or acquire is collected or processed so we can perform a contract with you, some for the purpose of legal compliance and some for the purposes of our legitimate business interests (such as to carry out and improve our business, analyse the use of our services and support our investors).

We will use personal information in order to (i) manage and administer your shareholding, (ii) contact you to provide details of any changes to the Fund, (iii) conduct internal analysis and research, (iv) comply with legal or regulatory requirements, and (v) identify you when you contact us.

Where you have explicitly consented, or where we otherwise have a right to do so, we may also use personal information to let you know about our other services, investment products and events, to provide investment commentary or articles that may be of interest to you and/or inform you about important changes or developments to our services, by post, telephone and e-mail.

We may also use the personal information to customise our website according to your interests.

If you change your mind about us using personal information in the ways described in this section, please let us know by contacting us by using the details set out at the end of this section, although please note that we have to retain some personal information in certain circumstances in order to comply with our legal and regulatory obligations.

You may also opt out of receiving marketing communications from us by following the instructions outlined in the relevant communication.

(iv) How we share personal information

Where you have notified us of your financial or investment adviser or investment consultant, the personal information provided may be shared with such adviser. You should notify us in writing if you no longer wish personal information to be shared with your adviser or of any change in the adviser. The personal information you provide may also be shared with other organisations or companies within our group in order for us to comply with any legal or regulatory requirements, for our internal business purposes or to provide our services to you. We may also share personal information with our service providers and their respective agents (including cloud hosting providers) as necessary. By submitting personal information to us, you acknowledge that such third parties shall process personal information. We ask all third parties to treat personal information securely and in accordance with this document, and will take reasonable steps to enforce this.

If we undergo a group reorganisation or are sold to a third party, the personal information provided to us may be transferred to that reorganised entity or third party and used for the purposes set out above.

In addition, it may be necessary to disclose personal information if we are under a duty to disclose personal information in order to comply with any legal or regulatory obligation (such as anti-money laundering obligations), enforce our rights under this document and any other agreement with you, or to protect our, or any affiliates'

rights, property, or safety. This includes exchanging information with other companies and organisations for the purposes of fraud protection and prevention.

(v) Sensitive personal information

Sensitive personal information is personal information concerning an individual's (i) racial or ethnic origin, (ii) political opinions, (iii) religious beliefs or other beliefs of a similar nature, (iv) membership of a trade union, (v) physical or mental health or condition, (vi) sexual life or orientation, (vii) commission or alleged commission by him/her of any offence, or (viii) involvement in any proceedings for any offence committed or alleged to have been committed by him/her, the disposal of such proceedings or the sentence of any court in such proceedings.

You may provide us with sensitive personal information from time to time in connection with your application or otherwise. In such cases, the provision of this information is entirely voluntary and subject to your express consent. However, we may be unable to carry out some activities necessary to process your application, instructions or other requests without the provision of such information.

Where we do receive sensitive personal information, we will only keep such information for as long as strictly necessary in order to comply with our obligations under the law.

(vi) Our security and data retention measures, and any transfers we make outside of the EEA

We take steps to protect personal information from unauthorised access and against unlawful processing, accidental loss, destruction and damage.

Save in respect of sensitive personal information as set out above, we will only keep personal information for as long as we reasonably require and, in any event, only for as long as the Data Protection Legislation allows.

In processing personal information, it may be necessary for us to transfer the personal information to countries

which are not EEA States. This may occur where servers, suppliers and/or service providers are located outside the EEA. Personal information may also be accessed by staff operating outside the EEA who work for us, or an affiliate, or for one of our service providers or suppliers. For example, DST Financial Services Europe Limited and DST Financial Services International Limited (the companies we use to provide administrative support) have operations outside the EEA, and may need to access personal information in order to provide us with their services.

In these circumstances, we will all take reasonably necessary steps to safeguard personal information and ensure that it is used in accordance with this section and Data Protection Legislation. This means that we will only transfer personal information to third parties outside the EEA if (i) that third party is situated in a country that has been confirmed by the European Commission to provide adequate protection to personal information, (ii) that third party has agreed (by way of written contract or by some other form of data transfer mechanism approved by the European Commission) to provide all protections to personal information as required by the Data Protection Legislation, or (iii) we have your explicit consent to do so (such as where you have requested such a transfer). Where any transfer takes place under a written contract, you have the right to request a copy of that contract and may do so by contacting us on the details set out at the end of this section. For the avoidance of doubt, in the event that the UK is no longer a part of the EEA, references in this paragraph to the EEA shall mean the EEA and the UK.

(vii) Accessing and updating personal information

You have the right to ask us not to process personal information for marketing or research purposes. You can exercise your right to prevent such processing when completing the application form. You can also exercise the right at any time by contacting us at the details set out at the end of this section.

You have the right to ask to see the personal information we hold about you and to ask us to (i) make any changes to ensure that any personal information we hold about you is accurate and up to date, (ii) erase or stop processing any personal information we hold about you where there is no longer a legal ground for us to hold it, or (iii) in some circumstances, transfer any information we hold about you to a specified third party. If you wish to do this, please contact us at Fundsmith LLP, PO Box 10846, Chelmsford, Essex, CM99 2BW.

(viii) Complaints

Should you have any queries or complaints in relation to how we use personal information, please contact us at Fundsmith LLP, PO Box 10846, Chelmsford, Essex, CM99 2BW. Should you wish to take any complaints or queries further, you have the right to contact the competent data protection regulator, such as the Information Commissioner's Office in the UK, regarding such issues.

Cancellation

Professional investors will not have the right to cancel their investment once their application form or dealing instruction has been accepted by Fundsmith.

Applicants for shares who are individuals may have the right to cancel their investment within 14 days. If this applies to you, a cancellation notice will be sent to you. If you wish to cancel your investment you will need to sign and date the cancellation notice and return it to us at Fundsmith LLP, PO Box 10846, Chelmsford, Essex CM99 2BW within 14 days. We will then return your money less any fall in value of the shares. If you do not exercise your right to cancel within 14 days you will continue to hold your investment.

Complaints

Any complaints concerning the Fund or Fundsmith should be referred to the Compliance Officer of Fundsmith at PO Box 10846, Chelmsford, Essex CM99 2BW. A copy of our complaints procedure explaining how complaints will be dealt with is available on request. If a complaint is not resolved to the satisfaction of

the complainant it may, subject to the status of the complainant, be referred to the Financial Ombudsman Service at South Quay Plaza, 189 Marsh Wall, London E14 9SR.

Compensation

We are covered by the Financial Services Compensation Scheme. You may be entitled to compensation from the scheme if we cannot meet our obligations. This depends on your status, the type of business and the circumstances of the claim. Further information about compensation arrangements is available from us or the Financial Services Compensation Scheme at the following address:

Financial Services Compensation Scheme 10th Floor
Beaufort House
15 St Botolph Street London
EC3A 7QU

Telephone: 0800 678 1100
Website: www.fscs.org.uk

Recording telephone calls

We may record telephone conversations to offer you additional security, improve our service standards and to resolve complaints. Telephone calls may also be recorded for training purposes.

Language

This document, the Key Investor Information Document, the full Prospectus and all other communications and documentation sent to you will be in English.

Alternative formats

Copies of this document, the Key Investor Information Document, the full Prospectus and the Fund's annual and half-yearly Report and Accounts can be provided to you in large print on request.

Governing law

Any contract or relationship entered into with us or the Fund will be governed by the laws of England and Wales and subject to the exclusive jurisdiction of the English courts.

Fund information

Accounting reference dates

31st December, 30th June.

Income payment dates

On or about the 28th February, 31st August.

Appendix 1

Share classes	I Shares
Types of share	
Accumulation	Yes
Income	Yes
Dealing levels	
Minimum initial lump sum subscription	£5,000,000
Minimum monthly investment	N/A
Minimum holding	£5,000,000
Minimum subsequent investment	£5,000
Minimum redemption	£5,000
Charges	
Annual management charge	0.90%
Preliminary or entry charge	Nil
Redemption charge	Nil
Switching charge	Nil
OCF	1.05%

Appendix 2

Contact details

Shareholder administration

Fundsmith Sustainable Equity Fund

PO Box 10846, Chelmsford, Essex CM99 2BW

The Company

Fundsmith Sustainable Equity Fund
33 Cavendish Square, London W1G 0PW
Financial Services Registration Number – IC001098

Authorised corporate director

Fundsmith LLP
33 Cavendish Square, London W1G 0PW
Financial Services Registration Number – 523102

Registrar

DST Financial Services International Limited
DST House, St Nicholas Lane, Basildon, Essex SS15 5FS

Depositary

State Street Trustees Limited
Quartermile 3, 10 Nightingale Way, Edinburgh EH3 9EG
Financial Services Registration Number – 186237

Auditors

Deloitte LLP
Stonecutter Court, 1 Stonecutter Street, London EC4A 4TR

Financial Conduct Authority

The Company, ACD and Depositary are all authorised and regulated by the FCA.

The FCA can be contacted at: 12 Endeavour Square,
London E20 1JN.

Telephone: 0300 500 0597

Website: www.fca.org.uk

Fundsmith

33 Cavendish Square
London
W1G 0PW
UK

T 0330 123 1815
E enquiries@fundsmith.co.uk
W www.fundsmith.green

Important Information: An English language prospectus for the Fundsmith Sustainable Equity Fund is available on request and via the website and investors should consult this document before purchasing shares in the fund. Past performance is not a reliable indicator of future results. The value of investments and the income from them may fall as well as rise and be affected by changes in exchange rates, and you may not get back the amount of your original investment. Fundsmith LLP does not offer investment advice or make any recommendations regarding the suitability of its product. This financial promotion is intended for UK residents only and is communicated by Fundsmith LLP which is authorised and regulated by the Financial Conduct Authority.

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