

JULY 2023

## Delivery

### Where are ex-post costs and charges reported?

Ex-post costs and charges will be reported in both the client's quarterly reports and in the ad-hoc client review reports.

### Will advisers receive a copy of the summary?

Quarterly reports for all clients can be accessed online on the 7IM Platform. Users are notified when reports are available to view when logging into the Platform.

Client review reports can also be run ad-hoc by users of the 7IM Platform.

### How often will ex-post costs and charges be reported?

All Q4 client reports include a disclosure summary covering the previous calendar year.

All client review reports run ad-hoc in platform will include disclosure for the period stated in the report.

## Content

### What products are included in the summary?

All investments held at 7IM.

### Will the summary include fees paid directly from a third party product e.g. SIPP or Bond?

The summary will only include fees paid from a 7IM discretionary or platform account.

### Which 7IM accounts will be included in the summary?

The summary covers all accounts reported within a report pack. If accounts for more than one client are included, the summary will aggregate figures for all clients.

### What individual costs and charges will be included in the summary?

The following costs and charges are accounted for in the summary;

- 7IM Service and Product Fees
- Third Party Service and Wrapper Fees (where collected by 7IM)
- Adviser Fees
- Fund Transaction Costs
- Investment Ongoing Charges Figures (OCF)
- Dealing Charges, Stamp Duty, PTM Levy, etc

**In what format will the costs be displayed in the summary?**

All costs will be displayed as a percentage (%) and in GBP Sterling (£) values.

**At what level are the investment costs displayed?**

Investment costs are reported at client/report level. The summary does not report on individual investments held.

**Are fund transaction costs taken directly from the client's portfolio?**

Funds incur costs such as broker charges and taxes in the process of investing and dis-investing within their portfolios. These transaction costs are reflected in the calculated daily price and are detailed for information only.

**Can 7IM provide a breakdown of costs by individual investment?**

Not from the outset, although, the plan is to offer investment level reporting for ad-hoc requests.

**Methodology****Have 7IM used a recognised approach for the calculations?**

Implementation of TISA guidelines (December 2018).

**Who do we source the ex-post transaction cost data from?**

The costs data are calculated by Morningstar.

**How often do we update our ex-post transaction cost data?**

Annually prior to running the Q4 reports summary calculations. Additional ex-post data will be sourced quarterly to facilitate reporting for clients leaving 7IM.

**How do we handle ex-post reporting for clients who have left 7IM?**

Where a client's final report is not the Q4 report, we will include an ex-post disclosure summary in their final report.

**What will we report for clients who have held 7IM portfolios for less than 12 months?**

The summary will aggregate all costs and charges figures for the period assets have been held at 7IM.

## Calculation logic

### Portfolio charges

(i.e. service / product / dealing)

For each individual cost (e.g. Adviser Fees) displayed in the summary, the following calculation has been used;

- Sum of individual costs for each account for the reporting period (one calendar year).
- Sum of all account totals to obtain a total cost for the period.
- The Cost % of Value figure is a nominal % of a daily aggregated value of the portfolio for the period.

The Total Portfolio Costs figures (£ / %) are the sum of each individual cost line for the period.

### Investment costs

(i.e. transaction costs / OCF)

Each investment charge figure has been derived using the following calculation;

- Calculate the daily value of each individual investment held in all accounts.
- Calculate the daily charge rate (pro-rata) for each investment held.
- Apply the daily charge rate to the daily value for each investment held.
- Sum up the totals to get a total daily charge figure.
- Sum up all daily figures to get a total for the period.
- The cost % of Value figure is a nominal % of the closing value of the portfolio for the period.

(The term Portfolio, in the context of the ex-post disclosure summary, constitutes all accounts / products reported within a single report pack.)