

MANAGEMENT FEE AND CHARGES



Martin Currie
Global Portfolio Trust

Following a review, the Board of Martin Currie Global Portfolio Trust plc ("the Company") has announced changes to the Company's investment management fee and performance fee arrangements with Martin Currie Investment Management Limited ("the Investment Manager").

Management fee reduced – one of the lowest in the sector

With effect from 1 February 2018, the annual management fee has reduced from 0.50% to 0.40% of the Company's net asset value (excluding income), calculated and payable quarterly. This fee reduction provides both an immediate and ongoing benefit to the Company's shareholders.

As set out in the Chairman's Statement in the Annual Report 2018, the management fee is now one of the lowest in the global equity investment trust sector.

Performance fee revised

In addition, the performance fee criteria have also been revised. Notably, the first performance fee will not be eligible for payment until 31 January 2020; the first performance period is two years.

From 1 February 2018, the updated criteria, key terms and related definitions are as follows:

No performance fee payable

If outperformance of FTSE World Index is less than or equal to 1%.

Performance fee payable

12.5% of the outperformance of FTSE World Index above 1%.

The first performance period is two years meaning that any performance fee due will not be payable until 31 January 2020.

Performance fee maximum

1% of Company's net asset value.

- No performance fee is payable if the cumulative performance over the relevant period is less than or equal to 1%.
- If the cumulative performance over the relevant period is greater than 1%, a performance fee is payable which is based on 12.5% of the cumulative performance during the period from 1 February 2018 to 31 January 2020 and, thereafter, during the final year of any subsequent relevant period. This fee rate replaces the previous rates of 15% if the Company's net asset value increased and 7.5% if it reduced over the final year.
- The maximum performance fee payable in any relevant period remains 1% of the Company's net asset value as at the last day of the relevant period.

Definitions for performance fee calculation

"Relevant period" means from 1 February 2018 to the later of 31 January 2020 and the end of the first financial year in respect of which a performance fee is payable and, thereafter, from 1 February following the last financial year in respect of which a performance fee was paid, to the end of the current financial year.

"Cumulative performance" means the percentage change in the Company's net asset value per share adjusted for the impact of share buy backs and issues of ordinary shares out of treasury, less the percentage change in the capital performance of the FTSE World Index, the Company's benchmark over the relevant period.

The Company's net asset value for this purpose is the Company's total assets (excluding income) less any liabilities it has, before any accrual for performance fee and adjusted for the impact of share buy backs and issues of ordinary shares out of treasury.