

## DNCA INVEST

*Société d'investissement à capital variable*

Registered Office: 60, avenue J.F. Kennedy

L-1855 Luxembourg,

Grand-Duchy of Luxembourg,

R.C.S. Luxembourg B 125.012

(the "**Fund**")

### NOTICE TO THE SHAREHOLDERS OF DNCA INVEST- EUROSE

Luxembourg, November 20<sup>th</sup> 2024

Dear Shareholder,

The board of directors of the Fund (the "**Board of Directors**") would like to inform you of important changes relating to the Fund's sub-fund DNCA INVEST – EUROSE (the "**Sub-Fund**").

**Terms not otherwise defined in this notice will have the same meaning as those defined in the Fund's current prospectus (the "Prospectus").**

As from December 31<sup>st</sup> 2024 (the "**Effective Date**"), the Board of Directors has decided to (i) change the composite benchmark and (ii) apply the swing pricing mechanism to the Sub-Fund (the "**Changes**"). The Board has also decided to introduce performance fees as from 1<sup>st</sup> January 2025.

The Changes will not involve any rebalancing of the Sub-Fund's portfolio nor specific market-related transaction costs which would be linked to an adjustment of the portfolio.

#### **1. Change of benchmark**

Currently the Sub-Fund uses the "20% Eurostoxx 50 index + 80% FTSE MTS Global index" (the "**Current Benchmark**") as composite benchmark for performance comparison.

As from the Effective Date, the Board of Directors has decided to replace the Current Benchmark by the "20% Eurostoxx 50 index + 80% Bloomberg Euro Aggregate 1-10 years index" (the "**New Benchmark**") as the latter is more consistent with the Sub-Fund's portfolio positioning. As the investment universe of the New Benchmark is more representative of the portfolio, the Sub-Fund's management team deemed that the New Benchmark will be more appropriate.

The New Benchmark has similar constituents to the Current Benchmark and the transition is not expected to cause a substantial change to the Sub-Fund's asset holdings.

The New Benchmark will be used for the computation of the performances fees, this will result in an increase of fees charged to the Sub-Fund (see point 2. below). The Sub-Fund's performance will also be compared against the New Benchmark from the Effective Date.

As a result of that change, the New Benchmark will be used as ex-post benchmark indicator in the investment objective of the Sub-Fund.

## **2. Introduction of performance fees**

Along with the change of benchmark, the Board of Directors has also decided to reposition the Sub-Fund by modifying its fee structure with the addition of performance fees amounting to 20% of the positive performance net of any fees above the New Benchmark with High Water Mark for the share classes “I”, “ID”, “I CHF”, “H-I CHF”, “HI USD”, “SI”, “A”, “AD”, “H-A USD”, “H-A”, “B”, “B CHF”, “N” and “ND”.

The performance fee will apply to the aforementioned share classes of the Sub-Fund as from 1<sup>st</sup> January 2025.

## **3. Applying of the swing pricing mechanism**

As from the Effective Date, the Board of Directors has decided to apply the swing pricing mechanism to the Sub-Fund, in order to protect existing shareholders from the performance dilution effects they may suffer as a result of transactions by other investors in the same sub-fund and to mitigate the impact of transactions costs by other investors of the same sub-fund and to mitigate the impact of transaction costs associated with large volumes of deals on the net asset value per share.

The Changes will have no impact on the risk profile of the Sub-Fund (as measured by the Summary Risk Indicator (SRI) disclosed in the key information documents (“**KIDs**”))

All other key features of the Sub-Fund will remain the same.

If you deem that the Changes do no longer meet your investments requirements, you may apply for redemption of your shares, free of charge, until December 27<sup>th</sup> 2024, at 12:00 noon (Luxembourg time).

The Changes will be included in the next update of the Prospectus and the KID in relation to the Sub-Fund which may be obtained free of charge upon request at the Fund’s registered office at the address stated above.

Our sales team remain at your disposal should you need additional information about the modification of the Sub-Fund.

Yours faithfully,

The Board of Directors  
**DNCA INVEST**