

Mitteilung an alle Anteilseigner der Edmond Fonds:

Anbei finden Sie die Information der Gesellschaft, folgende Wertpapiere sind betroffen:

LU1380777133 Edmond de Rothschild Big Data - B DIS

Details können Sie der beigefügten Anlage entnehmen.

Edmond de Rothschild Fund
société d'investissement à capital variable organised under the form of a *société anonyme*
4 Rue Robert Stumper
L-2557 Luxembourg
Grand Duchy of Luxembourg
R.C.S. Luxembourg B76441
(the Company)

**NOTICE TO THE SHAREHOLDERS OF
EDMOND DE ROTHSCHILD FUND – CHINA**

*The board of directors of the Company (the **Board**) accepts responsibility for the accuracy of the contents of this notice. Terms not defined herein shall have the meaning ascribed to them in the prospectus of the Company (the **Prospectus**).*

Dear Shareholder,

We write to you in your capacity as shareholder of Edmond de Rothschild Fund – China (the **Sub-Fund**) to inform you that the Board has decided to amend the following paragraphs in section I headed "*Objective and investment policy*" in the special section of the Prospectus relating to the Sub-Fund, as follows (additions appear in underscore, deletions in brackets [•]) (the **Amendments**):

"Objective

The Sub-Fund's investment objective is to outperform its benchmark of the Sub-Fund's capital by investing its assets in equities of companies that meet environmental, social and governance (ESG) criteria, and whose activities are predominantly linked to China.
The Sub-Fund is actively managed-

Environmental, social and governance (ESG) criteria are one of the components subject to management, although their weighting in the final decision is not defined beforehand.

Investment policy and investment restrictions

The Sub-Fund aims at selecting Chinese companies, with a focus on a good management of environmental, social, and governance (ESG) risks and opportunities. The Sub-Fund's investment process entails, to this aim, a proprietary responsible investing approach which favours ESG well rated companies irrespective of their capitalizations and relying on either a proprietary ESG rating or a rating provided by an external extra-financial rating agency. At least 90% of portfolio companies receive ESG rating. The selection process includes a positive screening by selecting through a best in universe approach and a negative screening, whereby the Investment Manager has established a formal exclusion policy that integrates the exclusion of controversial companies related to weapons, coal and tobacco. The eligible investment universe is consequently reduced by 20% and defined according to ESG criteria. Further details on the responsible investing approach applied on the Sub Fund can be found on the Investment Manager website: <https://www.edmond-de-rothschild.com/site/France/en/asset-management/our-expertise/socially-responsible-investment>, more specifically on the Sub Fund's transparency code.

[The Investment Manager will systematically include environmental, social and governance (ESG) factors in their financial analysis in order to select the highest-rated companies.

At least 75% of the companies in the portfolio will have an ESG rating. This will be either a proprietary ESG rating or a rating provided by an external non-financial rating agency. At the end of this process, the Sub-Fund will have an ESG rating that is greater than that of its investment universe.

Furthermore, the security selection process also includes a negative filter to exclude companies that contribute to the production of controversial weapons in compliance with international conventions in this area as well as companies that are exposed to activities related to thermal coal or tobacco in accordance with the exclusion policy of Edmond de Rothschild Group, which is available on its website.]

The Sub-Fund classifies as Article 8(1) SFDR as it promotes a combination of ESG characteristics, although no reference benchmark has been designated for the purpose of attaining the environmental or social characteristics.

In view of its ESG strategy, the Sub-Fund promotes environmental characteristics but does not invest in environmentally sustainable economic activities. The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities, in the context of the Taxonomy Regulation, and as a consequence thereof, the "do no significant harm" principle does not apply to the investments underlying this Sub-Fund.

The investment strategy is based on the selection and dynamic management of securities of companies that carry out most of their business in China. Between 75% and 110% of the Sub-Fund's net assets will be [invested in and or] exposed to equities and other similar securities traded on regulated markets of companies listed, headquartered or with main business in China. The Sub-Fund will invest in China A Shares via the Shanghai-Hong Kong Stock Connect program and in China B Shares listed on the Shanghai and Shenzhen stock exchanges and in equity securities listed on other stock exchanges such as Hong Kong, New York, Singapore and Taipei. Assimilated securities are ADR (American Depositary Receipts), GDR (Global Depositary Receipts), P-Notes (Participatory Notes) (except P-Notes having China A shares held via QFII or RQFII quotas as underlying assets) and certificates of participation qualifying as Transferable Securities pursuant to article 41.1 of the Law of 17 December 2010.

The scope of securities in which the Sub-fund invests will be focused, but not limited to, equities of companies whose capitalisation is greater than USD 500 million, covering all sectors. In addition, small-capitalisation companies (less than USD 100 million) may represent up to 20% of the net assets. The sectorial diversification of the Sub-Fund helps to limit the portfolio's volatility.

The Sub-Fund's maximum total exposure to equity risk is expected to be 110% of the net assets.

For cash management purposes, the Sub-Fund may invest up to 25% of its net assets in transferable debt securities, Money Market Instruments and Money Market Funds. The Sub-Fund will seek issues from public or private issuers that are rated Investment Grade at the time of purchase (i.e. which rating are higher than or equal to BBB- according to Standard & Poor's, or an equivalent rating attributed by another independent agency, or a deemed equivalent rating attributed by the Investment Manager for non-rated securities), with a short-term maturity of less than three months.

The Sub-Fund may use financial derivative instruments to achieve its investment objective in accordance with the restrictions and limits set out in Chapter 5. "Investment restrictions".

Such instruments may also be used for the purpose of hedging. These instruments may include, but are not limited to:

- currency forward contracts or currency futures, or currency swaps [in order to hedge exposure to the US dollar (USD), Hong Kong dollar (HKD), Singapore dollar (SGD) or Chinese yuan (RMB)];
- equities-index futures contracts; or
- options contracts on equities traded on organised or regulated markets, subject to a limit of 25% of net assets [in order to reduce equity volatility].

The Sub-Fund will not use TRS or SFT.

Up to the limit of 10% of its net assets, the Sub-Fund may invest in units or shares of UCITS or other Investment Funds."

The Board considers the Amendments to be material changes to the Prospectus.



This letter shall be governed by, and construed in accordance with, the laws of the Grand Duchy of Luxembourg and the courts of the District of Luxembourg-City shall have exclusive jurisdiction in respect of any dispute arising out of this letter.

Luxembourg, 10 June 2022

Yours sincerely,

The Board

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