

## **Mitteilung an alle Anteilseigner der Melchior Fonds:**

Anbei finden Sie die Information der Fondsgesellschaft, folgende Fonds sind betroffen:

**LU1205353409      Melchior Selected Trust Global Equity - I7 GBP CAP**

Details können Sie der beigefügten Anlage entnehmen. Falls Ihre Kunden diesen Änderungen nicht zustimmen und die Möglichkeit besteht, die Anteile ohne Gebühren seitens der Fondsgesellschaft zurückzugeben, können Sie den Verkauf der Anteile direkt in MoventumOffice erfassen.

Bitte nehmen Sie zur Kenntnis, dass für die Abwicklung dieser Aufträge die im Preis- und Leistungsverzeichnis von Moventum ausgewiesenen Gebühren und die auf MoventumOffice angegebenen Annahmeschlusszeiten gelten.

**MELCHIOR SELECTED TRUST**  
*Société d'Investissement à Capital Variable*  
4, rue Robert Stumper  
L-2557 Luxembourg  
R.C.S. Luxembourg B 114.615  
(the "Company")

**NOTICE TO SHAREHOLDERS**

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.**

**By registered mail, 3 December 2021**

Dear shareholder,

We are writing to you as a shareholder of one or more sub-funds of the Company to inform you that the board of directors of the Company (the "**Board**") has decided to amend and to update the prospectus of the Company (the "**Prospectus**") dated June 2021 to reflect the change and clarifications described below.

**I. Replacement of LIBOR for Melchior European Absolute Return Fund ("MEARF") and further clarifications to the performance fee mechanism**

MEARF uses LIBOR for the calculation of its performance fees. However, the Financial Conduct Authority (FCA) declared on 5 March 2021 the cessation of all LIBOR benchmarks by the end of 2021.

As a result, the Board has resolved to replace LIBOR with appropriate benchmarks depending on the currency of the share class with respect to MEARF, as follows:

<b>Share class currency</b>	<b>New benchmark</b>
GBP	SONIA
EUR	€STR
USD	SOFR
JPY	TONAR
CHF	SARON

This change will become effective on 31 December 2021, *i.e.*, one month after the sending of this notice. Shareholders shall have until 3 January 2022 to request the redemption or conversion of their shares without any fees, if they do not agree with the proposed change.

Moreover, as a result of the upcoming implementation of the ESMA Guidelines on performance fees in UCITS, the performance fee mechanism has been clarified in order to mention that (i) the performance fee will be calculated net of all costs and (ii) the crystallisation of the first performance fee may only occur after a minimum period of twelve (12) months.

**II. Clarification with regard to level 1 of the Taxonomy Regulation for Melchior European Opportunities Fund ("MEOF") and MEARF**

MEOF and MEARF are categorized as article 8 funds within the meaning of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (SFDR), as they promote, among other characteristics, environmental or social characteristics, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices.

In the light of the forthcoming implementation of level 1 of the Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment (Taxonomy Regulation), the Board has resolved to clarify the investment policies of MEOF and MEARF, as follows:

*"In accordance with the requirements of Article 6 of the Taxonomy Regulation, the Sub-Fund must state that the "do no significant harm" principle, as defined in Article 2(17) of the SFDR, applies only to those investments underlying the Sub-Fund that take into account the EU criteria for environmentally sustainable economic activities. However, the investments underlying this Sub-Fund do not take into account the EU criteria for environmentally sustainable economic activities and, therefore, the "do no significant harm" principle does not apply to any investments of this Sub-Fund."*

### **III. Clarification of the "Business Day" definition**

In order to align with the investment manager's business days, the Board has resolved to include the United Kingdom within the definition of "Business Day", as follows (new wording is underlined):

*"**"Business Day"** means a day on which banks and other financial institutions are open for business in Luxembourg City and in the United Kingdom."*

\* \*  
\*

The change and clarifications listed above shall be reflected in a revised Prospectus which shall be at the disposal of the shareholders of the Company at the registered office of the Company during normal office hours or via the website [www.polarcapitalfunds.com](http://www.polarcapitalfunds.com) on or about 31 December 2021.

#### **Further information:**

If you would like additional information regarding this letter or wish to discuss any of our sub-funds, please contact your financial adviser in the first instance or your local Polar Capital office by using the following contact [Investor-relations@polarcapitalfunds.com](mailto:Investor-relations@polarcapitalfunds.com). For further information on the Company and its sub-funds, visit our website [www.polarcapital.co.uk](http://www.polarcapital.co.uk).

The Board members are responsible for the accuracy of the contents of this letter. To the best of the knowledge and belief of the Board members (who have taken all reasonable care to ensure that such is the case) the information contained in this letter is in accordance with the facts and does not omit anything likely to affect the import of such information. The Board members accept responsibility accordingly.

We thank you for your investment in the Company.

Yours faithfully,

For the board of directors of Melchior Selected Trust