

## **Mitteilung an alle Anteilseigner der Melchior Investment.**

Anbei finden Sie eine Information der Fondsgesellschaft **Melchior Investment**.

Folgende Fonds sind betroffen:

<b>GB00B036VV20</b>	<b>Melchior Investment North American Opportunities – Accum A CAP</b>
<b>GB00B036VX44</b>	<b>Melchior Investment North American Opportunities – Accum B CAP</b>
<b>GB00B036VL22</b>	<b>Melchior Investment North American Opportunities – Accum A GBP CAP</b>
<b>GB00B036VS90</b>	<b>Melchior Investment North American Opportunities – Accum B GBP CAP</b>

To the Shareholders in:

**Melchior North American Opportunities Fund**

**Share Classes:** US\$ 'A' Accumulation  
US\$ 'B' Accumulation  
US\$ 'C' Accumulation  
GBP 'A' Accumulation  
GBP 'C' Accumulation  
GBP 'D' Accumulation

(a sub-fund of **Melchior Investment Funds**)

29<sup>th</sup> October 2012

Dear Investor,

**Important Information about Melchior North American Opportunities Fund (the 'Fund') being a sub-fund of Melchior Investment Funds ('Company')**

We are writing to you as the authorised corporate director (the 'ACD') of the Fund, in which you are invested.

This letter is to notify you of some important changes happening to the Fund. The changes will not alter the purpose or nature of the Fund, and we are not required to seek your approval as an investor in the Fund to make these changes. **You are therefore not required to take any further action as a result of this letter.** However, we are obliged to inform you of the changes before they are implemented.

**1. Change to the Registrar**

Firstly, the current registrar to the Fund, Broadway Registration Services Limited ('Broadway') will be stepping down from its appointment. In its place we will appoint Northern Trust Global Services Limited ('Northern Trust') to be the new Registrar to the Fund. Northern Trust provides registration services for us on most of our funds and is already appointed to provide administration services to the Company (the 'Administrator').

As a result of Northern Trust's appointment as Registrar, the register of shareholders will, effective from 1 January 2013, be available for inspection at Northern Trust's office located at 50 Bank Street, London E14 5NT.

**2. Clarification and changes to the categorisation of certain fees: periodic, administration and registration fees**

As a result of Northern Trust's appointment as Registrar, we are taking this opportunity to re-categorise the fees for the periodic charges, the manner of payment for fees for administration and registration services and the fees payable to the investment manager. The reason for this is that we wish to ensure that we clearly set out in the prospectus how fees are allocated in practice to the investment manager, Dalton Capital (Guernsey) Limited (the 'Investment Manager') for the services it provides to the Fund.

It is our intention to re-categorise the fees, splitting them out clearly in the prospectus, so that you can see the fees that each of the ACD and the Investment Manager receives.

#### *ACD's Periodic Charge*

We currently, as ACD, receive a preliminary charge and a periodic charge. From this we pay fees to various service providers, intermediaries and to the Investment Manager. You can see the current fees set out in Appendix 1, Part A below, in the left hand column, under 'Current Preliminary and Periodic Charges'. The Preliminary Charge will be removed and the new fee scale for the Periodic Charge is set out in the right hand column of this table.

#### *Registrar's Fees*

Separate fees are payable to Broadway in its role as Registrar. You can see the current fees in Appendix 1, Part B below, in the left hand column, 'Current Registrar's Fees'. As the services of Administrator and Registrar will now be carried out by one party (Northern Trust), we propose to pay the Registrar's fees (for the transfer agency services provided by it) from our Periodic Charge, as we do with its fees for acting as the Administrator. The new fee arrangements for payment of the Registrar's fees are set out in the right hand column of the table, under Appendix 1, Part B below.

#### *Investment Manager's Fees*

It is intended to pay the Investment Manager a fee from the Fund and the rates will be set out in the prospectus. For your information, these new fee rates are set out in Appendix 1, Part C below.

**It is important to let you know that the impact of the above changes to the fees that are taken from the Fund will result in the total fees payable remaining the same as they are now.**

The above fee changes will take effect from 1 January 2013 being not less than sixty days from the date of this letter, and this letter serves as notice of these changes.

### **3. Changes to Share Classes**

Please note that we intend to close various Hedged share classes in the Fund, as set out below. These share classes will no longer be available for issue and will be deleted from the Fund's prospectus:

Melchior North American Opportunities Fund - Hedged share classes

Euro 'A'

Euro 'C'

Euro 'D'

The above share class changes will take effect from 3 December 2012 being not less than thirty days from the date of this letter, and this letter serves as notice of these changes.

### **4. Confirmations from the Depositary and the Financial Services Authority ('FSA')**

Whilst making neither any recommendation, nor offering any opinion as to the fairness or merits of the changes proposed in this letter as such, the Depositary has confirmed that the letter is in a suitable form to be submitted to you as a shareholder in the Fund.

# Melchior

The FSA has been notified of the above mentioned changes and has confirmed that the proposals set out in this letter will not affect the ongoing authorisation of the Fund.

PO Box 3733  
Wootton Bassett  
Swindon  
SN4 4BG

## *Further Information*

You are not required to take any further action as a result of this letter.

However, should you have any queries concerning your holding or if you would like any further information then please contact us on 0870 870 8439 on any business day. We may monitor and record calls for training purposes.

Yours faithfully,

**Thesis Unit Trust Management Limited**

**Authorised and Regulated by the Financial Services Authority**

The Authorised Corporate Director is Thesis Unit Trust Management Limited  
Authorised and regulated by the Financial Services Authority

Registered in England number 03508646 Registered office: Exchange Building, St John's Street, Chichester, West Sussex, PO19 1UP

## Appendix I

**Melchior**

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Wootton Bassett  
Swindon  
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### Melchior North American Opportunities Fund

#### PART A: ACD's Preliminary and Periodic Charges

Current Charges			NEW Charges		
Share Class	Preliminary	Periodic	Share Class	Preliminary	Periodic
US\$ 'A'	5%	2.15%	US\$ 'A'	None	Up to 0.15% per annum subject to a minimum of £42,000.  The Periodic Charge will be calculated at a rate per annum of the value of the property of the Fund. It will accrue daily and will be payable out of the property of the Fund.
US\$ 'B'	5%	1.65%	US\$ 'B'		
US\$ 'C'	5%	1.50%	US\$ 'C'		
GBP 'A'	5%	2.15%	GBP 'A'		
GBP 'C'	5%	1.50%	GBP 'C'		
GBP 'D'	5%	1.00%	GBP 'D'		
Euro 'B' Hedged	5%	1.65%	Euro 'B' Hedged		

#### PART B: Registrar's Fees

Current Fees	NEW Payment Arrangements
Registrar's Fees	Registrar's Fees
0.15% payable by the Fund.	The Registrar's fees will be paid by the ACD out of its Periodic Charge.

#### PART C: NEW Investment Manager's Fees <sup>1</sup>

Share Class	NEW Investment Manager's Fees
US\$ 'A'	2.15%
US\$ 'B'	1.65%
US\$ 'C'	1.50%
GBP 'A'	2.15%
GBP 'C'	1.50%

<sup>1</sup> The fee will be calculated at a rate per annum of the value of the property of the Fund. The fee will accrue daily and will be payable out of the property of the Fund.

GBP 'D'	0.80%
Euro 'B' Hedged	1.65%

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