

# BNP Paribas Funds

Luxembourg SICAV – UCITS category  
Registered office: 10 rue Edward Steichen, L-2540 Luxembourg  
Luxembourg Trade and Companies Register n° B 33363  
VAT No. LU22943885

## Notice to shareholders

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.**

**IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.**

Luxembourg, June 28, 2022

Dear Shareholders,

We hereby inform you of the following changes incorporated in the next version of the Hong Kong Offering Document of BNP Paribas Funds.

Unless otherwise provided in this document, the below changes will be effective on July 29, 2022 (Order Trade Date) (the “Effective Day”).

### **“Disruptive Technology”**

The “Information relating to SFDR and Taxonomy” section of the sub-fund will be amended to remove the reference to the fact the sub-fund invests partially in sustainable investments within the meaning of SFDR\* as this was not the intention of the investment manager of the sub-fund.

\* *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, also known as the Sustainable Finance Disclosure Regulation.*

This clarification has no impact on the current investment policy, asset allocation and portfolio composition of the sub-fund.

### **“Ecosystem Restoration”, “Energy Transition”**

The “Derivatives and Securities Financing Transactions” section of the sub-fund will be amended to provide that the sub-fund will be allowed to use:

- warrants for efficient portfolio management and hedging ;
- funded and unfunded Total Return Swaps (TRS), on a permanent basis, for efficient portfolio management. The expected portion of assets that can be subject to total return swaps will be set at 50% with a maximum set at 75%.

The “Risk Profile” section of the sub-fund will be updated accordingly.

There will be no increase of the ongoing charges and no change of the SRRI.



**BNP PARIBAS**  
**ASSET MANAGEMENT**

The sustainable  
investor for a  
changing world

### **“Global Inflation-Linked Bond”**

The “Derivatives and Securities Financing Transactions” section of the sub-fund will be amended to provide that repurchase transactions can be used for the sub-fund on a temporary basis for investment purpose targeting the generation of additional income. The expected proportion of the sub-fund’s assets that can be used for these transactions is set at 10% with a maximum of 15%.

The “Risk Profile” section will be updated accordingly.

In addition, as the sub-fund will apply a non-financial analysis on a minimum of 90% of the assets of the sub-fund based on the internal Proprietary ESG scoring framework as indicated in the Prospectus, and that its average portfolio ESG score is expected to be higher than the one of its investment universe, this sub-fund will be classified as article 8 following SFDR\*.

\* *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, also known as the Sustainable Finance Disclosure Regulation*

This classification has no impact on the current investment policy, asset allocation and portfolio composition of the sub-fund.

### **“Sustainable Multi-Asset Balanced”, “Sustainable Multi-Asset Growth”**

The cut-off time for the centralisation of orders will be amended from 16:00 CET (for STP orders) and 12:00 CET (for non STP orders) on the day preceding the applicable valuation day to 12:00 CET (for STP orders) and 10:00 CET (for non STP orders) on the applicable valuation day.

### **“US Short Duration Bond”**

This sub-fund will be renamed “*USD Short Duration Bond*”.

This change has no impact on the current investment policy, asset allocation and portfolio composition of the sub-fund.

The changes above will not result in any increment in fees level or costs in managing the sub-funds. In addition, no costs or expenses will be incurred in connection with the changes. The changes would not materially change the features and overall risk profile of the sub-funds. There would be no change in the operations or the manner in which the sub-funds are being managed. Further, the change would not materially prejudice the existing investors’ rights of interest.

Hong Kong shareholders who do not accept the change mentioned above may ask the redemption of their shares or convert their shares to another SFC-authorized<sup>1</sup> sub-funds of BNP Paribas Funds according to the relevant procedures as disclosed in the Hong Kong Offering Document free of charge from the date of this notice until 6pm Hong Kong time on July 28, 2022.

The Hong Kong Offering Document will be updated to reflect the change above. The current Hong Kong Offering Document of BNP Paribas Funds is available for inspection free of charge at the office of the Hong Kong Representative<sup>2</sup>, during normal business hours on any Hong Kong business day; and on the website at <http://www.bnpparibas-am.hk><sup>3</sup>. The updated Hong Kong Offering Document will be available later.

The Board of Directors of BNP Paribas Funds accepts responsibility for the accuracy of the contents of this notice. Hong Kong shareholders may contact BNP PARIBAS ASSET MANAGEMENT Asia Limited, the Hong Kong Representative of BNP Paribas Funds, at (852) 2533 0088 for questions.

Best regards,

**The Board of Directors**

<sup>1</sup> SFC authorization is not an official recommendation or endorsement of a product nor does it guarantee the commercial merits of a product or its performance. It does not mean the product is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

<sup>2</sup> The registered office of the Hong Kong Representative is located at 17/F Lincoln House, Taikoo Place, 979 King’s Road, Quarry Bay, Hong Kong.

<sup>3</sup> This website has not been reviewed by the Securities and Futures Commission of Hong Kong.