

Liquidation Notice to shareholders of

BNP Paribas Funds Sustainable Asian Cities Bond

A sub-fund of BNP PARIBAS FUNDS (the “Company”)

Luxembourg SICAV – UCITS category

Registered Office: 60 avenue J.F. Kennedy, L-1855 Luxembourg

Luxembourg Trade and Companies Register No. B 33363

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

The Board of Directors of the Company is responsible for the information contained in this notice to shareholders (the “Notice”). To the best of the knowledge and belief of the Board of Directors (who have taken all reasonable care to ensure that such is the case), the information contained in this Notice is, at the date hereof, in accordance with the facts and does not omit anything likely to affect the importance of such information. The Board of Directors accepts responsibility accordingly.

<u>LIQUIDATING SUB-FUND</u>	<u>LIQUIDATION EFFECTIVE DATE</u>
BNP Paribas Funds Sustainable Asian Cities Bond (the “ Sub-fund ”)	24 NOVEMBER 2026

Luxembourg, 24 August 2026

Dear Shareholders,

We hereby inform you that the Board of Directors of the Company (the “**Board**”) has decided to **liquidate** the Sub-fund (the **Liquidation**) in accordance with the provisions of Article 34 of the Articles of Association of the Company and the provisions of the Prospectus. The following share classes are currently offered to the public in Hong Kong:

Share	ISIN code	Ongoing Charges Ratio (as of 31 December 2025)
Classic - Capitalization	LU0823379622	1.26%
Classic - Distribution	LU0823379895	
Classic MD	LU0823379549	
Classic RH AUD MD	LU0823379119	
Classic RH SGD MD	LU0823379465	
Classic RH HKD MD	LU2558019530	
Classic RH CNH MD	LU2558019456	

Classic EUR - Capitalization	LU0823378905	
Privilege - Distribution	LU0823380398	0.71%

- ✓ The Ongoing Charges Ratio as disclosed in the table above is calculated by adding all direct fees, indirect fees and external fees of the Sub-fund and then divided by the average net assets. Direct fees refer to charges and payment directly borne by the Sub-fund such as operating costs, remuneration and payment to key operators and service providers. Indirect fees refer to the ongoing charges of the underlying funds which the Sub-fund invests. External fees refer to any remuneration of the management company or other party that derives from fee-sharing arrangement.

1) Background to and rationale for the Liquidation

- ✓ The Board has decided that it is in the best interest of the shareholders to put the Sub-fund into liquidation due to the low amount of assets under management that does not allow for an efficient management of the Sub-fund. As of 30 June 2026, the fund size of the Sub-fund is USD 33 million.

2) Details and arrangements of the Liquidation

- ✓ The Liquidation will be effective on 24 November 2026 ("**Liquidation Effective Date**").
- ✓ The Sub-fund is no longer allowed to be marketed to the public in Hong Kong, and subscription and conversion-in orders from Hong Kong investors (including underlying ILAS investors and existing monthly saving plan investors) would no longer be accepted from the date of this Notice.
- ✓ Redemption and conversion-out orders of the Sub-fund will be accepted until the cut-off time (6 pm Hong Kong time) on or before 23 November 2026. Orders received after the cut-off time will be rejected. Investors should note that different distributors may have different dealing cut-off time which may be earlier than the cut-off time specified above. Investors should check with the relevant authorised distributors accordingly.
- ✓ The liquidated value will be calculated by the administrative agent of the Company and will then be validated by PricewaterhouseCoopers Assurance, Société Coopérative, the auditor of the Company and the Sub-fund on 25 November 2026.
- ✓ Remaining shareholders' holding in the Sub-fund will be automatically liquidated. The Board will distribute the redemption proceeds pro rata to each shareholder's ownership as at the Liquidation Effective Date. Shareholders will receive the redemption proceeds as soon as possible afterwards, and in accordance the relevant procedures as disclosed in the Hong Kong Offering Document.
- ✓ To ensure a smooth liquidation, the Management Company may commence to liquidate the Sub-fund's assets before the Liquidation Effective Date and in doing so may deviate from the investment policy of the Sub-fund as it sells off positions in which the Sub-fund has invested. Accordingly, please note that, the Sub-fund's exposure may substantially, and increasingly as the Liquidation Effective Date approaches, consist of cash and /or a cash position.
- ✓ Under current applicable legal provisions, proceeds that cannot be distributed to shareholders (i.e. proceeds remain unpaid or are returned to the Company) at the close of the Liquidation will be deposited with the Caisse de Consignation of the Grand Duchy of Luxembourg. Shareholders may claim their attributable redemption proceeds at any time within the period prescribed by Luxembourg law and regulations.

3) Tax consequences

- ✓ The tax position of shareholders in Hong Kong, in respect of their holdings, will generally not be affected following the Liquidation. Shareholders are recommended to consult their tax advisors to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with the Liquidation.

4) Actions to be taken

- ✓ If you accept the Liquidation, you do not need to take any action. Shareholders' holding in the Sub-fund will be automatically liquidated as disclosed in point 2). The net assets shall be distributed between shareholders in proportion to their holdings in the Sub-fund.

- ✓ You may also request for redemption of your shares or conversion of your shares to another SFC-authorized¹ sub-funds of the Company according to the relevant procedures as disclosed in the Hong Kong Offering Document free of charge from the date of this Notice until the cut-off time (6 pm Hong Kong time) on or before 23 November 2026. Investors should note that different distributors may have different dealing cut-off time which may be earlier than the cut-off time specified above. Investors should check with the relevant authorised distributors accordingly.

5) Documents available for inspection

- ✓ Copies of the current Hong Kong Offering Document, the Articles of Association and the latest financial report of the Company are available upon request, free of charge, at the office of BNP PARIBAS ASSET MANAGEMENT Asia Limited, the Hong Kong Representative of the Company, at Suite 1701, 17/F, Lincoln House, Taikoo Place, 979 King's Road, Quarry Bay, Hong Kong and on the website at <http://www.bnpparibas-am.com/en-hk>².

6) Other information

- ✓ There are no unamortized preliminary expenses. The costs and expenses of the Liquidation (excluding the transaction costs in selling off positions in the Sub-fund's portfolio (which are estimated to be negligible, if any)) will be borne by BNP PARIBAS ASSET MANAGEMENT Luxembourg, the Management Company of the Company.
- ✓ The Board 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 the Company, at (852) 2533 0088 for any questions.
- ✓ Please refer to the Hong Kong Offering Document of the Company for any term or expression not defined in this Notice.

Best regards,

The Board of Directors

¹ 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.

² This website has not been reviewed by the SFC.