

Internet notice dated January 3, 2019:

Creation of new Super Retail (SR)* units, modification of the unvested subscription fees for Class I and N units and increase of the maximum holding weight of contingent convertible bonds.

**The unit class is not registered in The United Kingdom.*

We inform the unitholders of the French FCP H2O MODERATO mutual fund :

Unit Class	Currency	ISIN Code
I-C	EUR	FR0010929836
I-D	EUR	FR0013348653
HI-C*	CHF	FR0011973643
HI-C	GBP	FR0013185220
HI-C*	JPY	FR0013318128
HI-C*	SEK	FR0013185212
HI-C*	USD	FR0013055217
HR-C*	CHF	FR0011061779
HR-C*	SEK	FR0013185204
HR-C*	USD	FR0013055209
HN-C*	CHF	FR0013318110
R-C*	EUR	FR0010923367
N-C	EUR	FR0013185196
N-D	EUR	FR0013348646
HI-D	GBP	FR0013348661

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managed by H2O Asset Management LLP, the following changes:

1- Creation of the following new Super Retail* units:

- EUR-SR (C)*
- HCHF-SR (C)*
- HUSD-SR (C)*

**The unit class is not registered in The United Kingdom.*

- The "EUR-SR (C)*" unit has the following characteristics:

Subscribers concerned: All subscribers

- ISIN code: FR0013393295
- Dividende policy: Capitalization
- Base currency: EUR
- Minimum initial subscription investment: One ten-thousandth of a unit
- Minimum amount of subsequent subscription: One ten-thousandth of a unit
- Initial net asset value: EUR 100
- Operating and management fees of up to 1.40% of net assets including tax

- Benchmark: EONIA capitalized daily + 1.10%
- Outperformance fee: 25% above Eonia + 1.10%
- Subscription fee not acquired in the fund: 2% maximum
- Redemption fee: none
- Decimalization in ten-thousandths of a unit

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- The "HCHF-SR (C)*" unit has the following characteristics:

Subscribers concerned: All subscribers, mainly natural persons

- ISIN code: FR0013393311
- Dividende policy: Capitalization
- Base currency: CHF
- Minimum initial subscription investment: One ten-thousandth of a unit
- Minimum amount of subsequent subscription: One ten-thousandth of a unit
- Initial net asset value: CHF 100
- Operating and management fees of up to 1.40% of net assets including tax
- Benchmark: EONIA capitalized daily + 1.10%
- Outperformance fee: 25% above Libor CHF 1M + 1.10%
- Subscription fee not acquired in the fund: 2% maximum
- Redemption fee: none
- Decimalization in ten-thousandths of a unit

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- The "HUSD-SR (C)*" unit has the following characteristics:

Subscribers concerned: All subscribers, mainly natural persons

- ISIN code: FR0013393303
- Dividende policy: Capitalization
- Base currency: USD
- Minimum initial subscription investment: One ten-thousandth of a unit
- Minimum amount of subsequent subscription: One ten-thousandth of a unit
- Initial net asset value: 100 USD
- Operating and management fees of up to 1.40% of net assets including tax
- Benchmark: EONIA capitalized daily + 1.10%
- Outperformance fee: 25% above Libor USD 1M + 1.10%
- Subscription fee not acquired in the fund: 2% maximum
- Redemption fee: none
- Decimalization in ten-thousandths of a unit

**The unit class is not registered in The United Kingdom.*

2- Modification of unvested subscription fees to the UCITS of I and N units

The unvested subscription fees to the UCITS on Class I and N units will henceforth be reserved to the management company.

In addition, for N share classes these fees are lowered to 1% maximum against 2% previously.

3- Increase in the maximum holding weight of contingent convertible bonds

The maximum holding weight of contingent convertible bonds in the H2O Moderato mutual fund is raised to 10% from a maximum of 5% previously. This mention will be added in the section "2-1 Debt securities, similar securities and financial instruments" of the prospectus.

The other characteristics of the H2O Moderato FCP remain unchanged.

The prospectus of your Fund has been modified to incorporate the creation of these new units and the modification of the unvested subscription fees to the UCITS. The other provisions of the prospectus remain unchanged.

The entry date for these changes is January 7, 2019.

The Key Investor Information Documents (KIIDs) and the prospectus for the H2O Moderato mutual fund are available:

- from the registered office of H2O AM LLP: 10 Old Burlington Street, London W1S 3AG, United Kingdom. They will be sent to you within eight business days of receipt of a written request.
- from the facilities agent Société Générale Securities Custody London, SG House, 41 Tower Hill, London EC3N 4SG, United Kingdom.
- and at the following website: www.h2o-am.com.