



NOTICE TO SHAREHOLDERS AND UNITHOLDERS OF THE UCITS LISTED IN THE APPENDIX

1. Compliance with the provisions of European Regulation (EU) 2019/2088 of 27 November 2019 on sustainability-related disclosures in the financial services sector (the “SFDR Regulation”)

The European Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (the “SFDR Regulation”) will come into force on 10 March 2021.

This regulation aims to establish a European framework to promote sustainable investments by setting forth transparency obligations in the UCIT legal documentation.

In accordance with Article 6 of this regulation, all our UCITS must henceforth describe the manner in which sustainability risks are integrated into investment decisions and the possible impacts on the profitability of the UCITS.

In the appendix, you can find the list of UCITS that include only this sustainability risk in their legal documentation.

This risk is as follows for all UCITS.

“**Sustainability risk**” means an environmental, social or governance event or condition that, if it occurs, could cause an actual or a potential material negative impact on the value of the investment.

In addition, we would like to inform you that the SFDR Regulation defines two product categories:

- Products that promote environmental and/or social characteristics (“Article 8” products); and
- Products that have sustainable investment as their objective (“Article 9” products).

We would like to inform you that the UCITS listed in the appendix are not covered by these two categories.

With this in mind, the paragraph below has been inserted in the section concerning investment strategy:

(i) For Funds

“SFDR:

With reference to the regulation known as the “SFDR” Regulation (Regulation (EU) 2019/2088 of the European Parliament of 27 November 2019 on sustainability-related disclosures in the financial services sector), this UCIT is not covered by either Article 8 or by Article 9 of SFDR, and consequently forms part of the category of funds covered by Article 6.

The main criteria taken into consideration in investment decisions are macroeconomic analysis, analysis of capital flows and the relative valuation of the markets.

Even if the management company or its delegate for investment management (hereinafter “Investment Manager”) may decide to exclude certain investments for regulatory reasons or in order to apply Group policies (including for reasons related to sustainability risk), this UCIT does not automatically integrate sustainability-related risks into its investment decisions. Nor does it evaluate the likely impact of sustainability-related risks on investments for the reasons mentioned above.

Sustainability-related risk is to be interpreted as defined in the SFDR Regulation. The definition is reproduced in the Risk Profile section below.”

- (ii) for sub-funds of the H2O Invest SICAV:

“SFDR:

With reference to the regulation known as the “SFDR” Regulation (Regulation (EU) 2019/2088 of the European Parliament of 27 November 2019 on sustainability-related disclosures in the financial services sector), this sub-fund is not covered by either Article 8 or by Article 9 of the SFDR, and consequently forms part of the category of funds covered by Article 6.

The main criteria taken into consideration in investment decisions are macroeconomic analysis, analysis of capital flows and the relative market valuation.

Even if the management company or its investment management agent (hereinafter “Investment Manager”) may decide to exclude certain investments for regulatory reasons, or in order to apply Group policies (including for reasons related to sustainability risk), this sub-fund does not automatically integrate sustainability-related risks into its investment decisions. Nor does it evaluate the likely impact of sustainability-related risks on investments for the reasons mentioned above.

Sustainability-related risk should be interpreted as defined in the SFDR Regulation. The definition is reproduced in the Risk Profile section below.”

2. For the H2O Largo subfund of the H2O Invest SICAV only: suppression of share classes

The share classes below, in which there is currently no investment, are suppressed:

| <u>Shares</u> | <u>ISIN code</u> |
|----------------------|-------------------------|
| SI/C (EUR) | FR0013282712 |
| H-SI/C (USD) | FR0013396975 |
| H-R/C (USD) | FR0013282787 |
| H-SR/C (USD) | FR0013393287 |

The changes referred to in sections 1 and 2 above do not imply any change of the investment strategy or of the risk/reward profile of the UCITS and will take effect on 10 March 2021.

These changes in external presentation and internal consistency have also been made to the UCITS prospectus.

The other provisions of the legal documentation remain unchanged.

The Key Investor Information Document (KIID) and prospectus can be sent to you within eight business days of receipt of a written request addressed to:

H2O AM EUROPE: 39 avenue Pierre 1er de Serbie, 75008 Paris, France or on its website at: www.h2o-am.com.

APPENDIX: LIST OF UCITS CONCERNED

1. H2O Adagio FCP
2. H2O Allegro FCP
3. H2O Moderato FCP
4. H2O Multibonds FCP
5. H2O Multiequities FCP
6. H2O Multifunds
7. H2O Multistrategies FCP
8. H2O Vivace FCP
9. The sub-funds of the H2O Invest SICAV:
 - H2O Largo
 - H2O Eurosovereign
 - H2O Eurosovereign 3-5 Years
 - H2O EuroPEA
 - H2O Global Convertibles
 - H2O Euroaggregate