

INTERFUND
Société d'Investissement à Capital Variable
28, Boulevard de Kockelscheuer
L - 1821 LUXEMBOURG
R.C.S. Luxembourg B 8074
(the "Company")

NOTICE TO THE SHAREHOLDERS

Notice is hereby given to the shareholders of the sub-funds of the Company that the board of directors of the Management Company has decided the following changes.

1. Change of benchmark for the sub-fund Interfund Equity Europe

The current benchmark of the sub-fund "MSCI Pan-EURO" Price Return in USD converted in EUR will be replaced by the benchmark "MSCI Europe" Price Return in USD converted in EUR. It will be clarified in the investment policy that the new benchmark is used for portfolio construction, risk and performance measurement.

The new benchmark is a more diversified benchmark and a market standard for European Equity funds. There will be no impact on the fees and only a very limited impact on the portfolio composition. The latter will be positive for investors, as the current benchmark is more limiting in terms diversification and risk-adjusted returns opportunities.

2. Addition of China A-Shares investments for the sub-fund Interfund Equity Pacific Ex-Japan

As from 13 December 2023 (the "**Effective Date**"), the sub-fund Interfund Equity Pacific Ex-Japan may invest up to 5% of its net assets in China A-shares via the Shanghai-Hong Kong Stock Connect program (the "Stock Connect"). China A-Shares are shares of Mainland China based companies traded on Shanghai Stock exchange, denominated in Renminbi, and which may be purchased through the Stock Connect.

3. Introduction of a benchmark and change of investment policy for the Sub-Fund Interfund System Evolution

The sub-fund Interfund System Evolution, which is currently not managed in reference to benchmark, will use as from 13 December 2023, the Effective Date, a benchmark for portfolio construction, risk and performance measurement. The benchmark will consist of the arithmetical weighted average of the following indices:

- 10% ICE BofA Euro Treasury Bill Index, Total Return, in Euro (TBC) (ticker: EGB0)
- 90% Bloomberg Euro-Aggregate Corporates Index, Total Return, in Euro

Furthermore, the investment policy will be amended as from the Effect Date in order to reflect the above change and will thus change from a flexible investment strategy with an absolute return objective to a predominantly corporate bond strategy managed with reference to the above indicated benchmark as further detailed below.

In addition, the Sub-Fund will change its SFDR categorisation from Article 6 to Article 8 in accordance with Regulation (EU) 2019/2088.

The changes to the investment policy are set out below:

"INTERFUND SYSTEM EVOLUTION, has as investment objective to reach a positive return in absolute/relative terms versus a benchmark, by varying, in a dynamic way, the exposure in:

- low risk and of fast liquidity activities (governmental securities, ordinary bonds issued by non governmental entities, money market instruments and deposits with credit institutions);
- debt securities of governmental or non governmental issuers (without limit of duration, currency or rating);
- ~~-stocks at a worldwide level listed on a stock exchange or dealt in on another regulated market worldwide;~~
- derivative instruments (including, for example – the list not being exhaustive – swaps, "contracts for difference", futures, forwards, options, certificates) on rates, indexes, credits, securities or currencies;
- ~~-convertible bonds;~~ structured bonds at a worldwide level;
- units and/or shares of any UCITS and/or other undertakings for collective investment, including the Exchange Traded Funds in accordance with the limits defined in paragraph 2.3 below;
- any other authorized instruments.

~~The sub-fund may invest up to maximum 90% of its net assets in stocks.~~

~~The sub-fund may also invest, in compliance with article 41(2) of the 2010 Law, in units and/or shares of hedge funds or of funds of hedge funds or of funds specialized in investments in "commodities" or in "real estate funds" provided that all such funds are closed ended funds duly regulated. Investments in other financial instruments turned onto investment in real estate markets at a worldwide level or in derivative instruments on "commodities indices" shall be also allowed within the limits authorized by the regulation in force.~~

~~(...)~~

The sub-fund has been categorized as an ESG Promotion Strategy Sub-fund, as promoting, among other characteristics environmental and social characteristics, which are a binding component, for the assets selection and investment decision-making process, and the companies in which the sub-fund shall invest in need to follow good governance practices, in accordance with article 8 of the SFDR. More information relating to the environmental and social characteristics of the sub-fund is provided in the Appendix to the Prospectus in accordance with SFDR and Commission Delegated Regulation (EU) 2022/1288.

Although the sub-fund has as objective a positive return in absolute/relative terms versus a defined benchmark, neither the market evolution nor the management strategies make it possible to guarantee a positive return and can involve a risk for the invested capital. The management strategy aims to contain and optimize the market risk exposure, however, the sub-fund maintains a sensitivity to the unfavorable evolution of the interest rates, rates of exchange, of the credit ~~and the prices of the stock markets.~~

4. Change of investment policy, renaming and introduction of a benchmark for the sub-fund Interfund Euro Sovereign Core

The sub-fund Interfund Euro Sovereign Core which is currently not managed in reference to benchmark, will use as from 13 December 2023, the Effective Date, the benchmark IBOXX EUR European Union select total return, in Euro for portfolio construction, risk and performance measurement.

In line with the above change, the question "What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?" of the RTS annex for this sub-fund will be updated to reflect that the sub-fund will be managed in reference to the new benchmark.

Furthermore, the sub-fund will be renamed to "Interfund European Union Bond" and the investment policy will be amended as follows:

"The sub-fund invests at least 50% of its net assets in Euro denominated debt securities issued by the European Union, other supranational and Euro-Area governments with high credit rating.

~~(...)~~

~~The sub-fund may invest in debt securities issued by non-government issuers with a limit of 30% of its net asset value."~~

5. Change of investment policy, renaming and introduction of a benchmark for the sub-fund Interfund Euro Sovereign Spread

The sub-fund Interfund Euro Sovereign Spread which is currently not managed in reference to benchmark, will use as from 13 December 2023, the Effective Date, the benchmark ICE BofA 1-10 Year Italy Government Index, Total Return, in EUR for portfolio construction, risk and performance measurement.

In line with the above change, the question “What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?” of the RTS annex for this sub-fund will be updated to reflect that the sub-fund will be managed in reference to the new benchmark.

Furthermore, the sub-fund will be renamed to "Interfund BTPs 1-10" and the investment policy will be amended as follows:

~~*"The sub-fund invests at least 50% of its net assets in Italian fixed-rate treasury bonds (Buoni del Tesoro Poliennali – "BTP")."*~~

The sub-fund invests at least 50% of its net assets in Euro denominated debt securities issued by Euro-Area governments with high credit spreads. The interest rate risk deriving by the investment is hedged in full or in part. A high credit spread usually implies a lower credit rating.

(...)

~~*The sub-fund may invest in debt securities issued by non-government issuers with a limit of 30% of its net asset value.*~~

The sub-fund may use financial derivative instruments (such as but not restricted to futures, options, foreign exchange forwards, IRS and CDS) for the purpose of risk hedging (the interest rate duration will be fully or partially hedged) and investment."

In line with the investment policy change, the method for calculating the global exposure of the Sub-fund will change from an absolute VaR to a commitment approach.

6. Restructuring the sub-fund “Interfund Team Equity Europe” from a multi-manager to a single manager investment strategy

The sub-fund, which previously was managed by several investment managers, will be managed as a single manager sub-fund by EURIZON CAPITAL SGR S.P.A, one of the currently appointed investment managers.

Considering recent results of the sub-fund since the introduction of multiple delegated investment managers, the benefits of the multi-delegated structure were not particularly evident and did not improve significantly the overall performances of the sub-fund as expected. For this reason, the Management Company deems appropriate simplifying the operational model and to appoint only one delegated investment manager.

For the avoidance of doubt, the change of the investment manager structure does not have any impact on the investment policy and fee structure of the Sub-Fund, which remains unchanged.

Unitholders of the abovementioned Sub-Funds, who disagree with the abovementioned changes 2, 3, 4, and 5 may request the redemption of their units free of any redemption charges during the period of one (1) month, beginning on 13 November 2023 until the Effective Date.

The updated Prospectus and related documents reflecting these changes will be available at the registered offices of the Management Company, FIDEURAM ASSET MANAGEMENT (IRELAND) dac, the Depository Bank, STATE STREET BANK INTERNATIONAL GmbH, Luxembourg branch, the Domiciliation Agent INTESA SANPAOLO WEALTH MANAGEMENT and the authorized Distributors.

Luxembourg, 10 November 2023

The Company