

**VONTOBEL FUND**  
Investment company with variable capital  
11-13, Boulevard de la Foire, L-1528 Luxembourg  
RCS Luxembourg B38170  
(the “Fund”)

Luxembourg, 21 December 2023

**NOTIFICATION TO SHAREHOLDERS**

The board of directors of the Fund (the “Board of Directors”) wishes to inform you of the following changes to the Fund’s current Sales Prospectus dated May 2023 (the “Sales Prospectus”):

**1. Amendment to the sub-funds**

- **Vontobel Fund – Euro Short Term Bond,**
- **Vontobel Fund – Emerging Markets Corporate Bond**
- **Vontobel Fund – Emerging Markets Debt,**
- **Vontobel Fund – Emerging Markets Blend, and**
- **Vontobel Fund – Emerging Markets Investment Grade**  
(the “Sub-Funds”)

The Sub-Funds will promote environmental and/or social characteristics by investing in issuers that the Investment Manager considers well-prepared to handle financially material environmental and/or social challenges.

Issuers will be selected based on the Investment Manager’s ESG framework. In addition, the Sub-Funds will invest at least 5% of its net assets in sustainable investments by investing in securities of issuers that provide solutions to environmental and social challenges, namely to at least one of the actionable themes: climate change mitigation, responsible use of natural resources, addressing basic needs, empowerment.

The Sub-Funds will be re-classified from Article 6 to Article 8 of the Sustainable Finance Disclosure Regulation.

**2. Amendment to the sub-fund Vontobel Fund – Euro Corporate Bond (the “Sub-Fund”)**

The Sub-Fund will commit to invest at least 10% of its net assets in sustainable investments by investing in securities of issuers that provide solutions to environmental and social challenges, namely to at least one of the actionable themes: climate change mitigation, responsible use of natural resources, addressing basic needs, empowerment.

The list of excluded securities of the Sub-Fund will be updated.

**3. Renaming of the sub-fund Vontobel Fund – Bond Global Aggregate (the “Sub-Fund”) and changes to its investment policy and strategy**

The Sub-Fund’s name shall be changed to Vontobel Fund – Global Active Bond.

Amendment of investment objective: The investment objective will be amended and will aim to outperform the Sub-Fund’s benchmark Bloomberg Global Aggregate Index (EUR Hedged) over a rolling three-year investment cycle, but it will not aim anymore to achieve a positive absolute performance over the same cycle.

Amendment of the investment policy and strategy:

The Sub-Fund will commit to invest at least 5% of its net assets in sustainable investments by investing in securities of issuers that provide solutions to environmental and social challenges, namely to at least one of the actionable themes: climate change mitigation, responsible use of natural resources, addressing basic needs, empowerment.

The Sub-Fund will not commit anymore to exclude at least 20% of potential investments from the investment universe.

The following investment limits will be amended:

<b>Instrument</b>	<b>Previous limit in % of the Sub-Fund’s net assets</b>	<b>New limit</b>
High yield corporate securities	up to 25%	up to 20%
Contingent convertible bonds	up to 15%	up to 10%
Distressed securities	up to 10%	up to 5%

The typical investor profile has been redrafted as follows:

The Sub-Fund is eligible for consideration by investors with a medium-term investment horizon, who wish to invest in a broadly diversified portfolio of medium- and long-term fixed-income securities and who seek to achieve income and capital return. The investors must also be willing to accept investment risks, in particular risks associated with investments in ABS/MBS, ~~high-yield~~ corporate securities in investment grade and high yield, CoCo bonds, emerging market bonds, active currency management and ~~extensive~~ use of derivatives, as well as the ability to withstand volatility.

Amendment of expected average leverage:

The sum of notionals leverage achieved over the course of the year is expected to be around 500% (previously: 700%) or less of the net assets of the Sub-Fund.

**4. Amendment to the sub-fund Vontobel Fund – US Equity (the “Sub-Fund”)**

The Sub-Fund will commit to invest at least 30% of its net assets in securities of issuers that qualify as sustainable investment based on the Investment Manager’s Sustainable Development Goal assessment.

The list of excluded securities of the Sub-Fund will be updated.

**5. Changes to the investment objective and investment policy as well as in the SFDR categorization of the sub-fund Vontobel Fund – TwentyFour Sustainable Short Term Bond Income (the “Sub-Fund”)**

The investment objective of the Sub-Fund shall be amended as follows:

In addition to aiming to achieve positive total return over a 3-year period whilst maintaining an annualized volatility of no more than 3%, the Sub-Fund shall have a sustainable investment objective that consists of investing in securities of issuers that contribute towards the Paris Agreement’s goal to hold the increase in the global average temperature to below 2°C above pre-industrial levels. The sustainable investments’ objectives are “climate change mitigation” and “climate change adaptation”. The Sub-Fund may also invest in sustainable investments with a social objective, namely “empowerment”. The Sub-Fund will invest at least 80% (previously: 15%) of its net assets in sustainable investments.

The Sub-Fund will not commit anymore to exclude at least 20% of potential investments from the investment universe.

The Sub-Fund may use financial derivative instruments for hedging purposes, but will not use them anymore for investment purposes.

The Sub-Fund shall be re-categorized under the Sustainable Finance Disclosure Regulation ("SFDR") from Article 8 to Article 9 SFDR.

**6. Amendment to the sub-fund Vontobel Fund – TwentyFour Sustainable Strategic Income Fund (the “Sub-Fund”)**

The Sub-Fund will commit to invest at least 20% (previously: 15%) of its net assets in sustainable investments by investing in securities of issuers that contribute to either an environmental (climate change mitigation, climate change adaptation) or a social (empowerment) objective based on the Investment Manager’s assessment.

The Sub-Fund will not commit anymore to exclude at least 20% of potential investments from the investment universe.

**7. Amendment to the sub-funds  
Vontobel Fund – TwentyFour Absolute Return Credit Fund,  
Vontobel Fund – TwentyFour Strategic Income Fund, and  
Vontobel Fund – TwentyFour Monument European Asset Backed Securities  
(the “Sub-Funds”)**

The Sub-Funds will commit to invest at least 80% (previously: 51%) of its net asset value in issuers that qualify as aligned with environmental and/or social characteristics.

This will include a commitment to invest at least 15% of its net assets in sustainable investments by investing in securities of issuers that contribute to either an environmental (climate change mitigation, climate change adaptation) or a social (empowerment) objective based on the Investment Manager’s assessment.

**8. Renaming of the sub-fund Vontobel Fund – Vescore Artificial Intelligence Multi Asset (the “Sub-Fund”) and changes to its investment policy and strategy**

The Sub-Fund’s name shall be changed to Vontobel Fund – Active Beta Opportunities Plus.

Amendment of investment objective: The Sub-Fund will aim to achieve a consistent absolute capital appreciation (previously: long term capital appreciation).

The Sub-Fund will implement an investment strategy which aims to actively manage the exposure to market risk (so-called “beta risk”). Risk premia represent the long-term investor compensation from the assumption of beta risk in different asset classes. The actual realization of risk premia fluctuates in the short-term. Using active exposure management to beta risk, the Sub-Fund seeks to take advantage of opportunities arising from the variability of risk premia over time. The broad diversification across several identified risk premia and the ability to position for rising as well as falling asset prices aim to participate positively in both up and down markets across cycles. The investment strategy will offer an elevated level of allocation dynamics and volatility. The Sub-Fund will be permitted to have long and short exposure to an asset class.

The Sub-Fund may also invest in sustainable investments via other investment funds that mainly invest in green, social or sustainability bonds.

## **9. Amendment of the settlement cycle Vontobel Fund – mtx Emerging Markets Leaders ex China**

Subscription applications duly received on any Business Day (Subscription Day) shall be settled at the issue price calculated two Business Days after the Subscription Day. The payment of the issue price must be received by the Depositary within three (previously: four) Business Days following the Subscription Day.

The above provision applies to redemption and conversion applications mutatis mutandis

### **Comparison of current and new settlement cycle**

	<b>Current settlement cycle</b>	<b>New settlement cycle</b>
Subscription/Redemption/Conversion Day/Cut-off time:	T-1 2:45 pm Luxembourg time	T-1 2:45 pm Luxembourg time
Date of the applicable issue /redemption/conversion price	T	T
Calculation of the net asset value	T+1	T+1
Payment date for subscriptions/redemptions/conversions	<b>T+3</b>	<b>T+2</b>

## **10. Revision of severe controversy process**

The monitoring process to track incidents or ongoing situations in which an issuer's activities may have adverse effects on environmental, social, and governance aspects has been revised. This process intends to ensure the alignment with global norms such as the UN Global Compact principles, the OECD Guidelines for Multinational Enterprises, and the UN Guiding Principles on Business and Human Rights for all sub-funds that are subject to Article 8 or Article 9 of the Sustainable Finance Disclosures Regulation.

## **11. Miscellaneous**

The new version of the Sales Prospectus contains various additional updates for housekeeping purposes.

The changes described above shall be effective as of 26 January 2024.

Investors affected by the changes specified in the sections in the sections 1 to 9 here above who do not agree with the changes described in the relevant section may redeem their shares free of charge by the relevant cut-off time on 24 January 2024 or 25 January 2024 (as applicable for the relevant Sub-Fund) via the Fund's administrator, distributors and other offices authorized to accept redemption applications.

Investors should consult their own legal, financial and/or tax advisors if they have any questions regarding the changes described in this notice.

The current version of the Sales Prospectus may be obtained free of charge from the registered office of the Fund or from the Fund's distributors.

## **The Board of Directors**