



**TOCQUEVILLE**

# **TOCQUEVILLE MATERIALS FOR THE FUTURE**

Prospectus

UCITS compliant with European Directive 2009/65/EC

15/10/2024

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# 1. General features

## 1.1 Form of the UCITS

### 1.1.1. Company name

Tocqueville Materials for the Future (hereinafter the “Fund”)

### 1.1.2. Legal form and Member State in which the Fund was incorporated

Fonds Commun de Placement (investment fund) incorporated under French law.

### 1.1.3. Inception date and expected lifetime

The Fund was created on 15 September 2008 for a term of 99 years.

### 1.1.4. Fund overview

ISIN Code	Distributable sums allocation	Base currency	Subscribers	Original net asset value	Minimum initial subscription amount <sup>(2)</sup>	Amount of subsequent subscriptions
Unit P: FR0010649772	Accumulation	EUR	All investors, more specifically intended for individual investors	€100	One unit	One ten-thousandth of a unit
Unit I: FR0010653501	Accumulation	EUR	All investors, more specifically intended for institutional investors	€100	1,000 units	One ten-thousandth of a unit
Unit I-N: FR0011285915	Accumulation	EUR	All investors, more specifically intended for institutional investors	€100	€100,000	One ten-thousandth of a unit
Unit I-N USD: FR0011441849	Accumulation	USD	All investors, more specifically intended for institutional investors	\$100	\$100,000	One ten-thousandth of a unit
Unit S: FR0013245354	Accumulation	EUR	Intended for distribution by financial intermediaries other than management companies <sup>(1)</sup>	€100	One unit	One ten-thousandth of a unit

(1) Subscription of this unit class is limited to investors subscribing through distributors or intermediaries, other than the Management Company (as defined below);

- whose national law forbids any inducements to distributors (i.e the United Kingdom and the Netherlands); or
- who provide services such as:
  - advice within the meaning of MiFID 2014/65;
  - individual discretionary portfolio management;
  - and for which they are exclusively remunerated by their clients.

(2) In the case of proprietary investments, the Management Company is not required to comply with the stated minimum.

### 1.1.5. Available information

The latest annual and interim reports are available on the website [www.lfde.com](http://www.lfde.com) or may be sent to unitholders within eight business days on written request to:

LA FINANCIERE DE L'ECHIQUIER  
53 Avenue d'Iéna  
75116 Paris

If required, additional information may be obtained from the Management Company by telephoning +33 (0)1.47.23.90.90.

### 1.1.6. Other documents made available

La Financière de l'Echiquier has adhered to the shareholder engagement policy of the LBP AM group and delegated the exercise of voting rights to LBP AM. The LBP AM Group's shareholder engagement policy is available at [www.lbpam.com](http://www.lbpam.com). The report on the implementation of the shareholder engagement policy is available at [www.lfde.com](http://www.lfde.com)

These documents, as well as the policy for the transmission of inventories allowing any unitholder to request an inventory in accordance with the procedures contained in this policy, may be sent, within 8 business days, upon written request from the unitholder to LA FINANCIERE DE L'ECHIQUIER (53 Avenue d'Iéna 75116 Paris).

## 1.2 Parties involved

### 1.2.1. Management Company

The Management Company was authorised by the AMF (Autorité des Marchés Financiers) on 17/01/1991 under number GP 91004 (general licence).

LA FINANCIERE DE L'ECHIQUEUR

53 Avenue d'Iéna

75116 Paris

### 1.2.2. Depositary and custodian

CACEIS Bank (registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France; postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France), a public limited company with a board of directors, approved on 1 April 2005 by the CECEI as a bank and investment services provider (the "Custodian").

CACEIS Bank is responsible for the custody of the Fund's assets and for ensuring that the Management Company's decisions are lawful.

The Custodian's duties include the duties, as defined by the applicable regulations, of safekeeping assets, checking the legality of the Management Company's decisions and monitoring the UCIs' cash flows. The Custodian is independent of the Management Company. A description of the delegated custody functions, a list of CACEIS Bank's delegates and sub-delegates and information concerning any conflicts of interest that may result from such delegations are available on the CACEIS website: [www.caceis.com](http://www.caceis.com). Updated information is made available to investors on request from CACEIS Bank.

### 1.2.3. Statutory auditor

Constantin Associés (185 Avenue Charles de Gaulle – 92524 Neuilly-sur-Seine Cedex), represented by Jean-Pierre Vercaemer

### 1.2.4. Distributor

LA FINANCIERE DE L'ECHIQUEUR

53 Avenue d'Iéna

75116 Paris

The Management Company draws investors' attention to the fact that certain distributors may not be mandated or known to it insofar as the Fund's units are listed on Euroclear.

### 1.2.5. Delegatee

#### Account management representative:

CACEIS Fund Administration (registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France; postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France), a public limited company. The accounting manager is responsible for accounting and calculating the net asset value.

#### Administrative management representative: institutions responsible for keeping the issuing account:

- for units registered or to be registered in the shared electronic registration system:

IZNES,

a simplified joint-stock company, approved by the ACPR as an investment firm on 26 June 2020; registered office: 18 Boulevard Malesherbes 75008

Paris – France

- for all other units:

CACEIS BANK (registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France; postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France), a public limited company with a board of directors, approved on 1 April 2005 by the CECEI as a bank and investment services provider.

Each of the institutions will assume all tasks relating to issuing account keeping according to the breakdown defined above, with CACEIS BANK being in charge of aggregating information relating to issuing account keeping provided by IZNES at the UCI level.

The UCI's Management Company has not detected any conflicts of interest that may arise from delegation of the issuing account keeping to IZNES and CACEIS BANK.

### 1.2.6. Advisor

None.

### 1.2.7. Centralising agent and institution appointed by the Management Company to receive subscription and redemption orders

The Management Company has delegated all the tasks of centralising subscription and redemption orders to the following institutions:

- for units registered or to be registered in the shared electronic registration system:

IZNES, a simplified joint-stock company, approved by the ACPR as an investment firm on 26 June 2020; registered office: 18 Boulevard Malesherbes, 75008 Paris – France

- for all other units:

CACEIS Bank (registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France; postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France), a public limited company with a board of directors, approved on 1 April 2005 by the CECEI as a bank and investment services provider.

Each of the institutions will, by delegation of the Management Company, assume all tasks relating to the processing of subscription and redemption orders for the UCI's units, and according to the distribution defined above, with CACEIS BANK being responsible for aggregating information relating to the processing carried out by IZNES at Fund-level.

## 2. Operating and management procedures

### 2.1 General features

#### 2.1.1. Characteristics of units

**Nature of rights attached to the unit class:** each unitholder has a co-ownership right to Fund assets in proportion to the number of units owned.

**Liabilities management:** liabilities management is provided by IZNES for the units to be registered or registered in the shared electronic registration system and by the Custodian (CACEIS Bank) for the other units. Units registered in bearer form are listed on EUROCLEAR France. Administered registered units are recorded in the liabilities manager's register. Pure registered units are registered by the Management Company in the shared electronic registration system.

**Voting rights:** as this is a mutual fund, no voting rights are attached to the units, as decisions are taken by the Management Company.

**Form of units:** bearer, administered registered or pure registered, with pure registered exclusively concerning units to be registered in the IZNES shared electronic registration system for investors with access to that system.

**Sub-division of units:** subscriptions and redemptions are carried out in ten-thousandths of units, referred to as "fractional units".

**Fair treatment of unitholders:** The Management Company has put in place a system to ensure compliance with the principle of fair treatment of unitholders.

In principle, no preferential treatment is granted except in the following cases:

- preferential financial treatment granted, where applicable, to certain unit classes benefiting from management fees differentiated according to a minimum subscription, marketing network, etc.: details of these treatments are provided in the "Fees and Commissions" section of the prospectus;
- preferential treatment granted in terms of access to inventories: all unitholders may access the inventories of their UCIs, in accordance with the policy on the transmission of inventories available on the Management Company's website. However, for certain unitholders subject to the supervision of the ACPR/AMF or equivalent authority of

another State, this access may be achieved by means of automated dispatch of the invested UCITS's inventories, whether or not carried out transparently;

- preferential financial treatment granted in the form of a retrocession of management fees (i.e. negotiated rebate), where applicable, to certain investors. These preferential financial treatments are granted for reasons justifying a retrocession of management fees, such as a significant subscription commitment or a long-term investment commitment. As part of its collective management and individual discretionary management activities, the Management Company may grant negotiated discounts to clients with whom it has a legal or economic relationship. Preferential treatment may be granted in particular to collective investments managed by the Management Company, in their capacity as investor, due to the dual collection of management fees by the Management Company in its capacity as manager of the target fund and the fund of funds. The share of fees thus passed on to internal funds of funds may be different from that granted to external investor funds.

It should be noted that retrocessions of management fees granted to distributors or companies investing in the name and on behalf of portfolios that they manage are not considered preferential treatments.

More detailed information on the portfolio of assets under management may be provided by the Management Company at the request of existing or potential clients.

#### 2.1.2. Year-end

Last NAV calculation day in September.

#### 2.1.3. Taxation

The Fund is not subject to corporation tax and a tax transparency regime applies to unitholders. The tax regime applicable to amounts distributed by the UCITS or to the UCITS's unrealised or realised capital gains or losses depends on the tax provisions applicable to the subscriber's particular situation and/or the fund's investment jurisdiction. If investors are not sure about their tax situation, they should contact their professional tax adviser.

**FATCA status of the Fund enabling it, where applicable, to benefit from more favourable tax provisions**

The Fund qualifies as “deemed compliant financial institutions listed in II-B of Appendix 2 of the IGA” (*non-reporting French FI/ deemed compliant/certain collective investment vehicles*).

### Indications relating to the Automatic Exchange of Information (AEOI)

To meet the requirements of the Automatic Exchange of Information (AEOI), the Management Company may be required to collect and disclose information about the Fund’s unitholders to third parties, including the tax authorities, in order to transmit it to the relevant jurisdictions. This information may include (but is not limited to) the identity of the unitholders and their direct or indirect beneficiaries, the ultimate beneficiaries and the persons controlling them. Unitholders will be required to comply with any request from the Management Company to provide this information in order to enable the Management Company to comply with its reporting obligations.

Unitholders should consult an independent tax adviser for any information relating to their particular situation.

### Indications on the automatic exchange of information in relation to cross-border arrangements (DAC6)

To meet the requirements of the automatic exchange of information in the field of taxation in relation to reportable cross-border arrangements, the Management Company may be required to collect and disclose information about the Fund’s unitholders to third parties, including the tax authorities, in order to transmit it to the relevant jurisdictions. This information may include (but is not limited to) the identity of the unitholders and their direct or indirect beneficiaries, the ultimate beneficiaries and the persons controlling them. Unitholders will be required to comply with any request from the Management Company to provide this information in order to enable the Management Company to comply with its reporting obligations. In the absence of a response from the unitholder, in the event that the arrangement is considered reportable, or in the absence of one of the required elements, the Management Company will be obliged to report certain information about the unitholder and the arrangement to the relevant tax authorities.

Unitholders should consult an independent tax adviser for any information relating to their particular situation.

## 2.2 Specific features

### 2.2.1. ISIN codes

Unit P	:	FR0010649772
Unit I	:	FR0010653501
Unit I	:	FR0011285915
Unit I-N USD	:	FR0011441849
Unit S	:	FR0013245354

### 2.2.2. Classification

International equities. At least 60% of the Tocqueville Materials for the Future Fund will be exposed to international equity markets at all times.

### 2.2.3. Purpose

The objective of the Tocqueville Materials for the Future mutual fund is to outperform the international equity market over the long term, net of expenses, by investing in securities of companies involved in the production and processing of materials used in

the energy transition by selecting securities that meet socially responsible investment criteria according to the Management Company’s analysis.

### 2.2.4. Benchmark

The Fund is not managed relative to a benchmark. However, the Fund’s performance may be compared ex-post with the performance of the MSCI ACWI Materials Net Return Euro index. The MSCI ACWI Materials Net Return Euro (MAWD0MT Index), calculated and published by MSCI, is an index of equity markets representing large and mid caps in developed and emerging countries, all of which fall within the materials sector according to the GICS® (*Global Industry Classification Standard*) classification. This index, expressed in euros, includes dividends paid by its constituent equities. Its performances are converted into dollars for comparison of the performance of the IN-USD unit.

The UCITS is not index-linked. It may deviate significantly from the distribution of this index.

The benchmark is used by the Fund within the meaning of Regulation (EU) 2016/1011 of the European Parliament and of the Council. The index administrator is MSCI Inc. The administrator of the benchmark index is included in the register of administrators and benchmarks kept by the ESMA. Additional information on this benchmark index is available on the following website: [www.msci.com](http://www.msci.com).

In accordance with Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016, the Management Company has a procedure for monitoring the benchmark indices used, describing the measures to be implemented in the event of substantial changes to an index or should that index no longer be provided.

### 2.2.5. Investment strategy

#### 1. Strategy used

At least 60% of the Fund will be exposed to international equity markets at all times.

Under normal circumstances, at least 80% of the Fund’s net assets will be invested in the securities of companies, located worldwide and of all market capitalisations, involved in the production and processing of transition materials used in the energy transition such as certain metals (copper, uranium, nickel, cobalt, lithium, graphite, silver, aluminium, zinc, etc.), rare earths or hydrogen, without this list being exhaustive, as other materials may emerge in the future. The Fund does not invest in companies if the majority of their turnover is generated in activities that could harm the energy transition (coal, oil & gas).

The extra-financial approach is one of the components of its management.

Securities are therefore selected in two stages: the first consists of analysing a universe of securities (hereinafter, the “Analysis Universe”) based on socially responsible investment (SRI) criteria, in order to determine, after elimination of 20% of the securities from the Analysis Universe (including the following two filters: exclusion committee and quantitative rating), the average SRI rating that the Fund must exceed (hereinafter the “Enhanced



Average Rating”), and the second aims to select securities, some of which may not be included in the Analysis Universe but nevertheless enabling the Fund to achieve an average rating which is higher than the Enhanced Average Rating.

1. The Analysis Universe, consisting of stocks belonging to sub-sectors within the meaning of the GICS® (Global Industry Classification Standard) classification deemed, according to the Management Company, to be involved in the production and processing of materials used in the energy transition, the MSCI All Country World index and the MSCI World Small Cap index<sup>(1)</sup>. The Analysis Universe is analysed using socially responsible investment (SRI) criteria in order to identify companies with the best practices in terms of sustainable development according to the Management Company’s analysis, and thereby determine the Enhanced Average Rating.

This analysis is based on a rating developed and provided by LBP AM (a company of the La Banque Postale Group, to which the Management Company belongs) and on the internal expertise of the managers of the Management Company, based on the following four pillars:

- Responsible governance: the purpose of this pillar is to assess the organisation and effectiveness of powers within each issuer (for example, for companies: to assess the balance of powers, executive compensation, business ethics or tax practices);
- Sustainable resource management: this pillar makes it possible, for example, to study environmental impacts and human capital for each issuer (for example, quality of working conditions or management of relations with suppliers);
- Economic and energy transition: this pillar makes it possible, for example, to assess each issuer’s strategy to support the energy transition (for example, greenhouse gas reduction approach, response to long-term challenges);
- Regional development: for example, this pillar makes it possible to analyse each issuer’s strategy in terms of access to basic services.

Several criteria are identified for each pillar and monitored using indicators collected from extra-financial rating agencies.

The Management Company uses the LBP AM rating as a quantitative decision-making tool to exclude the lowest-rated securities. The methodology put in place by the Management Company makes it possible to reduce biases, particularly capital or sector biases, which could artificially improve the rating through allocation decisions. The analysis carried out by the Management Company depends on the quality of the information collected and the transparency of the issuers in question.

The Management Company’s exclusion list serves as a second filter. An exclusion committee, specific to the Management Company, draws up a list of exclusions after analysing ESG controversies or allegations, defined in particular as severe and systematic legal breaches or ESG violations without corrective measures. The exclusion list also includes certain issuers in controversial sectors such as tobacco, gambling and coal, according to the criteria defined by the Management Company.

Ultimately, the Management Company remains the sole judge of the investment opportunity and the extra-financial quality of the issuer, which is expressed according to a final rating of between 1 and 10 – with the SRI rating of 1 representing a low extra-financial quality and the SRI rating of 10 representing a high extra-financial quality.

The portfolio’s construction therefore provides an average SRI rating for the portfolio that is better than the Enhanced Average Rating, the average SRI rating of the Analysis Universe after elimination of 20% of its securities (including the following two filters: exclusion committee and quantitative rating). All securities in the Analysis Universe (excluding prohibited securities, validated by the exclusion committee) are therefore eligible for the Fund, provided that the Fund’s average extra-financial rating complies with the above condition. The Management Company implements the portfolio’s SRI strategy using this rating enhancement approach, corresponding to ESG integration with significant engagement in management.

2. Following this analysis, the Management Company selects the securities according to their financial and extra-financial characteristics. The Fund’s investment strategy consists of selecting securities of companies involved in the production and processing of energy transition materials, such as metals, rare earths and hydrogen.

*(1) The MSCI All Country World Index, calculated and published by Morgan Stanley Capital International, is an index of global developed and emerging equity markets across all business sectors and major geographic regions. It is calculated from a basket composed of the main stock-market equities, weighted by market capitalisations. This index, expressed in euros, includes dividends paid by its constituent equities. The MSCI World Small Cap Index is an index representative of the small-cap equity markets of 23 developed countries. The MSCI World Small Cap Index is calculated and published by its administrator, MSCI, from a market-cap weighted basket. This index, expressed in euros, includes dividends paid by its constituent equities. These indices are calculated and published by their MSCI administrator. They are used by the Fund within the meaning of Regulation (EU) 2016/1011 of the European Parliament and of the Council. The administrator of the benchmark indices is included in the register of administrators and benchmarks kept by the ESMA. Additional information on this benchmark index is available on the following website: <https://www.msci.com/indexes>. In accordance with Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016, the Management Company has a procedure for monitoring the benchmark indices used, describing the measures to be implemented in the event of substantial changes to an index or should these indices no longer be provided.*

The management policy aims to select securities whose valuation potential and earnings capacity are considered the most attractive according to the Management Company's analysis. The choice of stocks is based on the intrinsic quality of the companies (particularly earnings growth, visibility, strategy, management), as well as the outlook for their markets around the world.

The stocks will be chosen following financial and extra-financial research (according to the three ESG criteria) carried out internally by the Management Company's relevant teams. The Management Company therefore simultaneously and systematically takes into account:

- the "Environment" criterion, under which the following elements are taken into account: scope 1 & 2 CO<sub>2</sub> emissions (note that the Management Company has chosen not to include scope 3 due to problems with the accessibility and reliability of data on said scope 3 and, more generally, due to the lack of comparability of data between companies), the quantity of waste generated and recycled, etc.
- the "Social" criterion, under which the following elements are taken into account: employee turnover, the percentage of women in management, the number of accidents, etc.
- the "Governance" criterion, under which the following factors are taken into account: the percentage of independent directors on the Board of Directors, on the Appointments and Remuneration Committees, the percentage of women on the Board, the implementation of an anti-corruption system, etc.

The securities are selected mainly from the Analysis Universe but may also be selected from among international equity markets up to a maximum of 10% of the Fund's net assets, provided that the integration of these securities nevertheless allows the Fund to achieve an average rating which is higher than the Enhanced Average Rating.

In any event, 90% of the portfolio's net assets (calculated on securities eligible for extra-financial analysis: equities and debt securities issued by private and quasi-public issuers) are permanently comprised of securities subject to extra-financial analysis. Although government securities are subject to an ESG assessment, the results of the assessment are not taken into account in a measurable manner in the SRI strategy described above. These government securities may represent a maximum of 40% of the Fund's net assets. Investments in government securities are made based on internal analyses of the financial and extra-financial quality of issuers. These are based on analyses by macroeconomic strategists, financial analysts and SRI analysts.

Exposure to emerging markets is limited to 65% of the Fund's net assets.

Exposure to emerging markets is limited to 30% of the Fund's net assets.

## Statements relating to consideration of sustainability risks and the European taxonomy

### Consideration of sustainability risks and the negative impacts of investment decisions on sustainability factors:

In accordance with Article 8 of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 (the Sustainable Finance Disclosure Regulation or SFDR), the Fund aims to achieve its investment objective while integrating into its investment process both sustainability risks (as defined below) and the negative impacts of its investment decisions on sustainability factors. The policy for taking into account sustainability risks and the policy for taking into account the negative impacts of investment decisions on sustainability factors are detailed in the report on Article 29 of the French Energy-Climate Law available on the Management Company's website (<https://www.lfde.com> on the Responsible Investment section).

**Further information on the Fund's environmental and/or social characteristics is available in the SFDR appendix to this document.**

### Consideration of the European taxonomy<sup>(2)</sup>:

The six objectives of the European taxonomy are taken into account in the extra-financial rating provided by the proprietary tool. Companies whose activity contributes to achieving the European taxonomy's environmental objectives are therefore favoured by the rating tool. However, the rating assigned to each security is the result of a global and systematic analysis that also takes into account criteria linked to social objectives.

The Fund undertakes to invest at least 0% in activities aligned with the European taxonomy.

In this case, the principle which states "do no significant harm" applies only to underlying investments which take into account European Union criteria in matters of environmentally sustainable economic activities and not the remaining portion of the underlying investments. The investments underlying the remaining portion of this financial product do not take into account the criteria of the European Union in matters of environmentally sustainable economic activities.

## 2. Techniques and instruments used

### a) Assets (excluding embedded derivatives)

#### Equities

The exposure to equity risk will be between 60% and 100% of the Fund's net assets.

The shares invested in the Fund are the securities of companies involved in the production and processing of materials used in the energy transition, issued worldwide and of all market capitalisations.

Exposure to emerging markets is limited to 65% of the Fund's net assets.

Exposure to small caps (less than US\$500 million) is limited to 30% of the Fund's net assets.

The Fund's units are not hedged against currency risk.

<sup>(2)</sup> The term refers to Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to promote sustainable investments, known as the "Taxonomy" regulation.



ADRs are authorised up to a maximum of 30% of the Fund's total net assets. An ADR is issued by a US bank and represents the ownership of a share in a non-US company.

#### **Debt securities and money-market instruments**

In order to reduce the portfolio's exposure to equity markets by diversifying, where applicable, the Fund is authorised to invest up to 40% of its net assets in bonds, treasury bills and other public and private debt securities (short-term negotiable securities, BTANs) with a maximum maturity of 10 years.

Based on the investment universe defined above (geographical area, maturity), the Management Company conducts an internal credit risk analysis to select or sell a security. The Management Company does not therefore automatically and exclusively use ratings provided by rating agencies but integrates its own analysis to assess the rating and so decide on its acquisition, retention in assets or disposal.

These investment vehicles will be denominated in euro and have a minimum rating of BBB according to Standard & Poor's or equivalent or considered as such by the Management Company. The assessment of the credit risk is based on the Basel method, which stipulates that if the security is rated by the main existing rating agencies, the agency rating used is (i) the lowest of the two best, if the security is rated by at least three agencies; or (ii) the lowest of the two ratings, if the security is rated by only two agencies; or (iii) the rating issued by the only agency that has rated the security, if the security is rated by only one agency) or a rating deemed equivalent by the Management Company, subject to the issuer's eligibility with regard to the internal analysis of the security's risk/return profile (profitability, credit, liquidity, maturity).

If the issue is not rated by an agency, the issuer or guarantor rating will replace the issue rating, incorporating the level of subordination of the issue if necessary.

Exposure to interest-rate risk is limited to 40% of the Fund's net assets.

#### **UCITS and AIFs**

The Fund may invest up to 10% of its net assets in units or shares of AIFs and UCITS governed by French and/or European law (including trackers<sup>(3)</sup> on commodities indices (oil and metals

including gold and silver)) and AIFs that meet the four criteria of Article R214-13 of the French Monetary and Financial Code. These will be money-market, equities or bonds UCITS and/or AIFs. The underlying UCIs will be selected in order to achieve the Fund's objective and/or to invest the Fund's cash.

The Fund may invest in UCIs of the Management Company or an associate company.

#### **b) Derivatives**

None.

#### **c) Securities with embedded derivatives**

None.

#### **d) Deposits**

The Fund reserves the right to invest up to 20% of the Fund's net assets in deposits, mainly for cash management purposes.

#### **e) Cash borrowings**

There is no intention that the Fund borrow cash. Nevertheless, an occasional temporary debit position may exist as a result of transactions linked to the Fund's flows (investments and divestments in progress, subscriptions or redemptions, etc.) up to a maximum of 10% of the Fund's net assets.

#### **f) Securities financing transactions**

##### **Types of transactions used**

For the purposes of efficient portfolio management, the Fund may carry out temporary purchases and sales of securities (repurchase and reverse repurchase agreements for cash, securities lending and borrowing transactions).

##### **Type of trades, with all transactions being restricted to achieving the investment objective:**

These transactions are intended to achieve the investment objective and in particular to enable the seizing of market opportunities with a view to improving the portfolio's performance, optimising cash management and the Fund's income.

<sup>(3)</sup> UCIs, SICAVs or equivalent instruments issued under foreign law that replicate, either directly or through investment, the securities comprising an index (for example: FTSE MTS Global, FTSE MTS 3-5 years, Iboxx, etc.) and continuously tradable on a regulated market.

### Types of assets that may be the subject of these transactions

The assets that may be the subject of these transactions are securities eligible for the investment strategy (debt securities and bond and money-market instruments as described in the “Assets (excluding embedded derivatives)” section).

### Planned and authorised level of use

The Fund may carry out repurchase and reverse repurchase agreements, for up to 100% of net assets, and securities lending/borrowing transactions, for up to 10% of net assets.

### Selection of counterparties

A procedure for selecting the counterparties with which these transactions are entered into prevents the risk of a conflict of interest when carrying out these transactions.

Additional information on the counterparty selection procedure can be found in the “Fees and Commissions” section.

Counterparties used for temporary purchases and sales of securities are financial institutions with their registered office in the OECD and a minimum rating of BBB- at the time of execution of the transaction.

### Remuneration

Additional information on remuneration can be found in the “Fees and Commissions” section.

### g) Contracts constituting financial guarantees

To achieve its investment objective, the Fund may receive and grant financial guarantees, in securities or cash, and reinvest the cash received as collateral only in units or shares of short-term money market UCIs, in high-quality government bonds, in reverse repurchase agreements of securities eligible for the investment strategy or in deposits with credit institutions.

Financial guarantees received comply with the following rules:

- **Issuer credit quality:** financial guarantees received in securities are either OECD government bonds, supranational bonds or covered bonds (with no maturity limit);
- **Liquidity:** financial guarantees received other than in cash must be liquid and traded at transparent prices;
- **Correlation:** the collateral is issued by an entity independent of the counterparty;
- **Diversification:** counterparty risk in over-the-counter transactions may not exceed 10% of net assets; exposure to a given guarantee issuer may not exceed 20% of net assets;
- **Custody:** any financial guarantee received is held with the Fund’s custodian or by one of its agents or third parties under its control, or by any third-party custodian subject to prudential supervision.

In accordance with its internal policy for managing financial guarantees, the Management Company determines:

- The level of financial security required; and
- The level of haircut applicable to assets received as a financial guarantee, in particular depending on their nature, the credit quality of the issuers, their maturity, their reference currency and their liquidity and volatility.

In accordance with the valuation rules set out in this prospectus, the Management Company will carry out a daily valuation of the guarantees received on the basis of market prices (*mark-to-market*). Margin calls will be made in accordance with the terms of the financial guarantee agreements.

The financial guarantees received involving transfer of ownership will be held by the Fund’s custodian.

### 2.2.6. Risk profile

The Fund will be invested in financial instruments selected by the financial management delegatee and sub-delegatee. These instruments will be subject to stock market changes and uncertainties.

The main risks to which the investor is exposed in respect of the techniques used are:

- **risk of capital loss:** capital loss occurs when a unit is sold for less than its price at the time of subscription. This risk is linked to the fact that the Fund does not offer any capital protection or capital guarantee. As a result, there is a risk that the capital invested may not be returned in full.
- **equity and market risk:** if the equity markets fall, the Fund’s net asset value will fall. The Fund may be exposed to small-cap markets. The volume of these securities listed on the stock exchange is low. As a result, market movements, both upward and downward, are more pronounced and more rapid than for large caps. If the equities or indices to which the portfolio is exposed should fall, the Fund’s net asset value could also fall.
- **emerging-country equity risk:** up to 65% of the Fund may be exposed to emerging-country equities. Investors’ attention is drawn to the operating and monitoring conditions of these markets, which may deviate from the standards prevailing on the major international markets. Downward movements on these markets may therefore lead to a faster and sharper decline in the net asset value. If the equities or indices to which the portfolio is exposed should fall, the Fund’s net asset value could also fall.

- **sector concentration risk:** the concentration of specific risks related to the mining industry, as well as fluctuations in commodity prices and the high volatility of the fund, may lead to a certain decrease in the net asset value. Specific risks are legal risks related to obtaining licences and permits, development risk in the exploitation of the deposit, risk of environmental liabilities associated with drilling, risk related to the country's political stability and changes in the national regulatory framework, tax risks. In addition, some mining countries present a geopolitical risk and investors should be aware of opting for an investment with a high risk profile. If the equities of the investment sector or indices to which the portfolio is exposed should fall, the Fund's net asset value could also fall.
- **discretionary management risk:** the Fund's performance will depend on the companies chosen by the manager. There is a risk of the manager not selecting the best-performing companies.
- **currency risk:** the Fund is mainly invested in equities of countries that are not members of the eurozone. The Fund's units will not be hedged against currency risk.
- **interest-rate risk:** when interest rates rise, the value of the interest-rate products held in the portfolio will decrease. A rise in interest rates will therefore have a negative impact on the value of the Fund's assets invested in fixed-income products. The decline in the price of those assets corresponds to interest-rate risk. If interest rates rise, the value of the UCITS may fall.
- **commodity risk:** changes in commodity contracts may cause the Fund's net asset value to fall. Commodity components may change significantly from traditional securities markets (equities, bonds). Climate and geopolitical factors may also alter the supply and demand levels of the underlying products in question, i.e. alter the expected scarcity of those products on the market. If the equities of the investment sector or indices to which the portfolio is exposed should fall, the Fund's net asset value could also fall.
- **a risk associated with investments in small caps:** investors should be aware that, due to their specific characteristics, these small-cap equities may present volatility risks leading to a greater and faster decline in the Fund's net asset value. The Management Company reserves the right to invest up to a maximum of 30% of the Fund's net assets in small cap securities.

- **sustainability risk:** any environmental, social or governance event or situation that, if it occurs, could have an actual or potential negative impact on the value of the investment. More specifically, the negative effects of sustainability risks could affect companies in the portfolio via a series of mechanisms, especially: 1) lower revenues; 2) increased costs; 3) loss or depreciation in asset value; 4) higher cost of capital; and 5) fines or regulatory risks.

The ancillary risks associated with the techniques used are as follows:

- **liquidity risk:** this risk mainly applies to securities with a low trading volume and for which it is therefore more difficult to find a buyer/seller at a reasonable price at any time. Particular attention is paid to this risk so as to contain it in proportions that do not call into question the asset/liability balance of your fund.
- **credit risk:** the risk that an issuer of bonds may not be able to meet its maturities, i.e. the payment of coupons each year and the repayment of capital at maturity. This default could cause the net asset value of the fund to fall. This also includes the risk of a downgrade of the issuer's rating.

#### 2.2.7. *Guarantee or protection*

None.

#### 2.2.8. *Eligible investors and typical investor profile*

The P units are intended for all investors, and more specifically for individual investors. P units may be used as a vehicle for life insurance policies.

The I, I-N and I-N USD units are intended for all investors, and more specifically for institutional investors.

The S units are intended in particular for marketing by financial intermediaries other than the Management Company (see above).

The amount that can be reasonably invested in this Fund depends on each investor's personal situation. To determine this amount, investors should consider their personal wealth or assets, their current financial needs and needs at a minimum investment horizon of five years, as well as their inclination to assume risk or, conversely, to adopt a cautious investment profile. We also strongly advise investors to diversify their investments so that they are not wholly exposed to this fund's risks. Investors are therefore invited to review their particular situation with their financial advisor.

It is expressly recalled that the UCITS concerned by this document may be subject to marketing restrictions with regard to legal or natural persons who, by reason of their nationality, residence, registered office/place of registration or for any other reason, are subject to a foreign jurisdiction that prohibits or limits the offer of certain products or services (in particular financial instruments).

• **Case of “US Persons”**

The units have not been, and will not be, registered under the *US Securities Act* of 1933 (hereinafter “the **1933 Act**”) or under any law applicable in a US state, and they cannot be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) or to any **US Person**, as defined by *Regulation S* of the *1933 Act* adopted by the *Securities and Exchange Commission* (or “**SEC**”, unless (i) the units have been registered or (ii) an exemption was applied with the prior consent of the Board of Directors.

The Fund is not, and will not be, registered under the *US Investment Company Act* of 1940. Any sale or transfer of shares in the United States of America or to a *US Person* may constitute a violation of US law and requires prior written consent from the Board of Directors. Persons wishing to purchase or subscribe for units will have to provide written certification stating that they are not *US Persons*.

The Fund’s Management Company has the power to impose restrictions (i) on the ownership of units by a *US Person*, and thus the power to conduct compulsory redemption of the units held, in accordance with the terms of the *Fund Rules*, and (ii) on the transfer of units to a *US Person*. This power extends to any person who: (a) appears to be directly or indirectly in violation of the laws and regulations of any country or government authority; or (b) may, in the opinion of the Fund’s Management Company, cause damage to the Fund that it would otherwise not have suffered.

The offering of units has not been authorised or rejected by the SEC, the specialist commission of a US state or any other US regulatory authority. Equally, said authorities have neither accepted nor dismissed the merits of this offering, nor the accuracy or suitability of documents relating to this offering. Any statement to the contrary is against the law.

Unitholders must immediately inform the Fund’s Management Company if they become a *US Person*. Any unitholder who becomes a *US Person* will no longer be permitted to acquire new units and may at any time be required to relinquish his/her units to someone who is not a *US Person*. The Fund’s Management Company reserves the right to order the compulsory purchase, in accordance with the terms of the *Fund Rules*, of any unit directly or indirectly held by a *US Person*, or any units held by a person in breach of the law or contrary to the interests of the Fund. A definition of *US Person* is available at: <http://www.sec.gov/about/laws/secrulesregs.htm>.

• **Case of Russian and Belarusian nationals**

The units of the Fund are not open to subscription by investors affected by prohibition measures taken in accordance with the provisions of Article 5f of Council Regulation 833/2014 on restrictive measures in respect of Russian actions destabilising the situation in Ukraine, as amended. This prohibition applies to any Russian or Belarusian national, any natural person residing in Russia or Belarus, any legal person, entity or body established in Russia or Belarus.

**2.2.9. Recommended investment period**

More than 5 years

### 2.2.10. Methods for determining and appropriating distributable sums

Net income for the financial year is equal to the amount of interests, arrears, dividends, premiums and bonuses, directors' fees and all proceeds relating to securities in the fund's portfolio, plus the proceeds of sums temporarily available and less management fees and borrowing costs.

The distributable sums of a UCITS/AIF are made up of:

1. Net income plus any amounts carried forward and plus/minus the balance of the income equalisation account (hereinafter "**Allocation 1**");
2. Capital gains realised, net of expenses, less capital losses realised, net of expenses, recorded during the financial year plus net capital gains of the same kind recorded during previous financial years which have not been distributed or accumulated and plus or minus the balance of the capital gains equalisation account (hereinafter "**Allocation 2**").

The sums mentioned in 1 and 2 may be distributed, in whole or in part, independently from one another.

Distributable sums will be paid out within a maximum of five months following the financial year-end.

The P, I, I-N, I-N USD and S units are pure accumulation units for both Allocation 1 and Allocation 2.

### 2.2.11. Characteristics of the units and initial net asset value of the unit

The P, I, I-N and S units are denominated in euros, while the I-N USD units are denominated in US dollars. All units may be divided into ten-thousandths, referred to as "fractional units".

- Unit P: €100
- Unit I: €100
- Unit I-N: €100
- Unit I-N USD: 100 USD
- Unit S: €100

### 2.2.12. Subscription and redemption procedures

Orders are executed in accordance with the table below:

T	T: date of establishment of the net asset value	T+1 working day	T+2 working days	T+2 working days
Centralisation of subscription and redemption orders before 2.30 pm	Execution of the order at the latest during day T	Publication of the net asset value	Delivery of subscriptions	Settlement of redemptions

Unitholders should be aware that orders transmitted to distributors other than the institutions mentioned above must take into account the fact that the cut-off time for centralising orders applies to said distributors in respect of CACEIS Bank and IZNES. Consequently, those distributors may apply their own cut-off time, earlier than the cut-off time mentioned above, in order to take into account the time they take to transmit orders to CACEIS Bank and IZNES.

Only investors with access to the IZNES shared electronic registration system may send their subscription and redemption orders to IZNES.

Subscriptions and redemptions may be made in amount or in number of units, divided into ten-thousandths.

#### Minimum subscription amount:

	Unit P	Unit I	Unit I	Unit I-N USD	Unit S
<b>Minimum initial subscription</b>	1 unit	1,000 units	EUR 100,000	USD 100,000	1 unit
<b>Minimum amount of the following subscriptions</b>	One ten-thousandth of a unit	One ten-thousandth of a unit	One ten-thousandth of a unit	One ten-thousandth of a unit	One ten-thousandth of a unit

#### Redemption gate mechanism:

The UCI has a gate mechanism to cap redemptions. The Management Company may not execute in full redemption requests centralised on the same Net Asset Value in view of the consequences on liquidity management, in order to enable balanced management of the UCI and thus equal treatment of investors.



Calculation method and threshold used:

If, on a given centralisation date, the sum of redemption requests minus the sum of subscription requests represents more than five (5)% of the Net Assets, the Management Company may decide to trigger the gate provision to cap redemptions. The Management Company may decide to honour redemption requests above the five (5)% threshold if liquidity conditions permit it and thus partially execute redemption orders at a higher rate or in full. The mechanism for capping redemptions can be applied to 20 net asset values over 3 months and may not exceed 1 month if it is activated consecutively on each net asset value during 1 month. Information to unitholders if the provision is triggered:

If the redemption cap system is activated, investors and potential investors will be informed by the Management Company by any means via the Management Company's website or by any other appropriate means. Furthermore, Investors whose redemption requests have been only partially executed or not executed will be informed specifically by their account keeper as soon as possible after the centralisation date.

Capping of redemption orders:

All redemption requests will therefore be reduced proportionally and expressed as a decimal number of units (rounded up to the next decimal place, with the number of decimals in force for the UCI).

Processing of non-executed orders:

In the event of activation of the mechanism by the Management Company, requests for redemptions of Units not fully honoured on the Net Asset Value Calculation Date will be automatically carried forward to the next Net Asset Value without the possibility of cancellation by the investor and will not be given priority over new redemption requests received for this Net Asset Value.

Exemptions from the trigger mechanism:

The mechanism will not be triggered when the redemption order is immediately followed by a subscription by the same Investor of an equal amount, or an equal number of Units, and carried out on the same Net Asset Value date and the same ISIN code.

Illustration:

If the total of redemption requests, net of subscriptions, on a date T represents 10% of the fund's net assets, they may be capped at 5% if the liquidity conditions of the fund's assets are insufficient. Redemptions will therefore be partially executed on date T, by 50% (the ratio between the share of net redemptions of 10% and the 5% threshold) and the balance of 5% will be postponed to the next day. If, on date T+1, the sum of the amount of redemptions net of subscriptions on T+1, and the amount of redemptions carried forward from the previous day, represent less than 5% of the fund's net assets (trigger threshold of the provision), they will no longer be capped. On the other hand, if they are again above 5%, and liquidity conditions remain insufficient to meet them, the mechanism will be extended by one day, and will be renewed until all redemptions can be met.

#### **Body appointed to receive subscriptions and redemptions**

CACEIS BANK,

registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France;

Postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France.

IZNES, 18 Boulevard Malesherbes, 75008 Paris – France for eligible investors with access to the shared electronic registration system.

#### **Determination of the net asset value**

The net asset value is established and published daily, with the exception of (i) public holidays within the meaning of the French Labour Code and the market closure calendar (official Euronext calendar) (ii) days on which the markets in the United States and Canada are closed (according to the NYSE and Toronto Stock Exchange calendars).

The method for calculating the net asset value is specified in the section entitled "Asset valuation and accounting rules".

The net asset value is available upon request from the Management Company on +33 (0)1.47.23.90.90 or on its website ([www.lfde.com](http://www.lfde.com))

#### **2.2.13. Fees and commissions**

##### **Subscription and redemption fees**

Subscription and redemption fees are added to the subscription price paid by the investor or deducted from the conversion price. The fees paid to the UCITS are used to offset the costs incurred by the UCITS in investing or divesting the assets entrusted to it. Fees not paid to the UCITS revert to the Management Company, the distributor, etc.

Fees borne by the investor, deducted at the time of subscriptions and redemptions	Basis	Rate
Subscription fee not paid to the UCITS	Net asset value x number of units	Units P and S: Maximum of 3.50% Units I, I-N, I-N USD: None  None for subscriptions made by a unitholder following a redemption request relating to the same number of units and the same net asset value.
Subscription fees retained by the UCITS	Net asset value x number of units	None
Redemption fee not retained by the UCITS	Net asset value x number of units	Units P and S: Maximum of 1.00% Units I, I-N, I-N USD: None
Redemption fee retained by the UCITS	Net asset value x number of units	None

### Operating and management fees

These fees cover all costs invoiced directly to the UCITS, with the exception of transaction fees. Transaction fees include intermediation fees (brokerage fees, stock market taxes, etc.) and transaction fees, where applicable, which may be collected by the custodian and the Management Company in particular.

The following fees may be charged in addition to operating and management fees:

- turnover commissions invoiced to the UCITS;
- indirect management fees related to subscriptions to UCITS comprising the Fund's assets;
- a share of the income from temporary purchases and sales of securities.

**For more details on the fees actually charged to the UCITS, please refer to the Key Investor Information Document.**

	Fees charged to the UCITS	Basis	Interest rate
1-2	Financial management costs and Administrative fees external to the Management Company	Net assets	Unit P: Maximum of 2.00% incl. tax Units I, I-N and I-N USD: Maximum of 1.00% incl. tax Unit S: Maximum of 1.10% incl. tax
3	Maximum indirect fees (management fees and commissions)	Net assets	Non-significant
4	Transaction fees: Management Company (100%) Custodian (none)	Payable on each transaction	French stock exchange: Maximum of 0.36% incl. tax Foreign stock exchange: Maximum of 0.60% incl. tax
5	Performance fee	Net assets	None

Only the fees mentioned below may be outside the scope of the four blocks of fees mentioned above:

- contributions due for management of this Fund pursuant to Article L. 621-5-3 II, 3°, d) of the French Monetary and Financial Code;
- exceptional and non-recurring taxes, duties, fees and government duties (in relation to the Fund);
- exceptional and non-recurring costs for debt recovery (e.g. Lehman) or a procedure to assert a right (e.g. class action procedure).

Information relating to these fees is also described *ex post* in the Fund's annual report.

The Management Company has set up a research account. These research costs invoiced to the Fund will therefore be added to the costs mentioned above and will be a maximum of 0.18% of the net assets.

#### 2.2.14. Securities financing transactions

Income from temporary purchases and sales of securities, including income generated by the reinvestment of cash collateral linked to transactions, net of direct and indirect operating costs, is returned to the Fund.

Direct and indirect operating costs are borne by the Management Company. The share of these costs may not exceed 50% of the revenue generated.

Please refer to the Fund's annual report for any further information.

#### 2.2.15. Procedure for selecting intermediaries

Intermediaries must belong to the list drawn up by the Management Company, which is reviewed periodically. Selection is based primarily on the quality of execution.

#### 2.2.16. Clarifications

The Management Company has not entered into any soft commission agreement with the brokers or with the Custodian.

Please refer to the UCITS's annual report for further information.

## 3. Commercial information

Redemption or conversion of units may be requested from the custodian at any time.

The net asset value may be obtained from the Management Company on request. The prospectus, the periodic documents and the annual report are available from the Management Company.

In accordance with the regulatory framework in force concerning inclusion by the Management Company of environmental, social and governance criteria (ESG criteria) in its investment strategy, and resources implemented to contribute to the energy and ecological transition, as well as sustainability risks, and in addition to the information mentioned in the “Investment strategy” section of the prospectus, investors may find said information in the report on Article 29 of the French Energy-Climate Law available at the following website: <https://www.lfde.com>, in the Responsible Investor section, as well as in the Fund’s annual report and the transparency code.

## 4. Investment rules

The UCITS will comply with the eligibility rules and investment limits provided for by the regulations in force, in particular Articles L 214-20 and R 214-9 et seq. of the French Monetary and Financial Code.

In accordance with the provisions of the French Monetary and Financial Code, the asset composition rules and the risk dispersion rules applicable to this UCITS must be complied with at all times. If these limits are exceeded independently of the Management Company or following the exercise of a subscription right, the Management Company’s priority objective will be to rectify this situation as soon as possible, taking into account the interests of the UCITS’s unitholders.

## 5. Method for calculating overall risk

The overall risk on financial contracts is calculated using the commitment method.

## 6. Asset valuation and accounting rules

### 6.1 Revenue recognition

The Fund recognises its income using the coupons received method.

### 6.2 Recognition of portfolio inflows and outflows

Inflows and outflows of securities in the Fund’s portfolio are recognised exclusive of trading fees.

### 6.3 Valuation methods

The Fund’s designated currency is the Euro.

At each valuation date, the Fund’s assets are valued according to the following principles:

#### **For listed equities, bonds and similar securities (French and foreign securities), the valuation corresponds to the stock market price**

The valuation corresponds to the stock market price.

The stock market price used depends on the market on which the security is listed:

- European stock exchanges: last stock-market price of the day.
- Asian stock exchanges: last stock-market price of the day.
- Australian stock exchanges: last stock-market price of the day.
- North American stock exchanges: last stock-market price of the day.
- South American stock exchanges: last stock-market price of the day.

If a security is not listed at around 2pm, the last stock market price of the previous day is used.

#### **Unlisted financial instruments (French and foreign securities) are valued at fair value**

These securities are valued using the fair value method. This corresponds to the amount for which an asset can be exchanged, between knowledgeable, willing parties acting under normal competitive conditions.

During the period beginning on the date on which an investment was made by the Fund and ending no later than 12 months after that date, fair value is estimated in accordance with the price method for a recent investment.

In application of the price method of a recent investment, the Management Company uses the cost of the investment itself or the price of a significant new investment made with an independent third party under normal market conditions, unless there is a manifest impairment.

#### **UCITS and/or AIF securities in the portfolio**

Valuation based on the last known net asset value.

#### **Temporary purchases of securities**

- Repurchase agreements: contractual valuation.
- Repurchase options: contractual valuation because the purchase of the securities by the seller is envisaged with sufficient certainty.
- Securities lending: valuation of loaned securities at the market price of the underlying security. The securities are recovered by the UCITS at the end of the loan agreement.

#### **Temporary sales of securities**

- Securities sold under repurchase agreements: Securities sold under repurchase agreements are valued at market price; debts representing securities sold under repurchase agreements are maintained at the value set in the contract.
- Unlisted securities: Valuation using methods based on asset value and yield, taking into account the prices used in recent

significant transactions.

#### **Negotiable debt securities**

- With the exception of Notes issued by eurozone governments, whose prices are published on representative databases or

contributed by market specialists, negotiable debt securities and equivalent securities are valued on an actuarial basis by applying the swap rate calculated by interpolation for the corresponding maturity, plus or minus a margin estimated according to the intrinsic characteristics of the security issuer.

## 7. Remuneration policy

The Management Company has a remuneration policy approved by the Board of Directors.

This policy sets out the principles governing changes in fixed and variable compensation.

The Management Company's Compensation Committee is responsible for applying and monitoring this policy.

Details regarding the remuneration policy are available on the following website: [www.lfde.com](http://www.lfde.com) or free on request from the Management Company.

## 8. Appendix to the Tocqueville Materials for the Future mutual fund

*This appendix forms part of the Prospectus and should be read in conjunction with the Prospectus.*

### **INFORMATION INTENDED FOR INVESTORS RESIDENT FOR TAX PURPOSES IN BELGIUM**

The Fund is authorised for marketing by the FSMA (Financial Services and Markets Authority) in Belgium. The Fund's rules, prospectus, KIID and the latest periodic documents (annual report and periodic report) may be obtained on request and free of charge in French from CACEIS Bank, Belgium Branch, whose contact details are provided below.

All information relating to dividends received by investors, the procedures for placing orders and the payment of income from redemptions and conversions may be obtained from the Management Company, whose contact details are provided below.

Complaints will be sent to the distributor and to the Management Company for questions relating to management, in accordance with Article IV of the Prospectus. These complaints may also be centralised by CACEIS Bank, Belgium Branch, where applicable.

#### ***Financial Services in Belgium***

CACEIS Bank, Belgium Branch  
Avenue du Port 86 C b320  
B - 1000 Brussels

#### ***Place where the investor may be paid any dividends***

CACEIS Bank  
registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France  
Postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France.

#### ***Place where investors may find information intended for them***

CACEIS Bank, Belgium Branch  
Avenue du Port/Havenlaan  
Tour and Taxis site  
86C Bte 315  
B-1000 Brussels, Belgium

OR

LA FINANCIERE DE L'ECHIQUIER  
53 Avenue d'Iéna  
75116 Paris

#### ***Procedures for communicating the net asset values of the shares***

The net asset values of the shares are published on the website <https://www.beama.be/fr> and on the Management Company's website.

#### ***Taxation of natural persons***

Investors are advised to consult their tax advisor regarding any tax consequences related to the subscription, possession, redemption or sale of the Fund's units.

The Fund is considered, for Belgian tax purposes, as a fiscally transparent entity without legal personality. As a result of this transparency, investors are presumed to hold units of undivided assets managed by the Management Company. Insofar as it is possible to provide a complete breakdown of the income received via the Fund, this transparency also implies that the income received by the Fund is, from a Belgian tax point of view, considered to be directly received by investors, in proportion to their participation in the Fund. This transparency may, in certain cases, result in a tax pre-financing cost.

The Fund will not provide such a breakdown. The Belgian tax regime applicable to investors will therefore depend on the specific situation of each investor and the category of unit(s) held.



The Fund's accumulation units are subject to a 30% tax at the time of redemption, sale or possible liquidation of the Fund. The taxable base, i.e. the income on which investors will be taxed, corresponds to the entire capital gain realised on the Fund's units. Investors holding an account with a Belgian financial institution will be subject to tax on payment of their redemption, disposal or liquidation proceeds. This tax will be "definitive" (i.e. investors will not have to declare anything in their personal income tax return). If no Belgian intermediary is involved in the payment (for example because the Belgian investor has their bank account with a foreign financial institution), it will be the investor's responsibility to report their taxable income on their own personal income tax return.

In general, investors are invited to contact CACEIS Bank, Belgium Branch, to obtain information on the tax regime applicable to them in view of the investment they intend to make.

## **INFORMATION FOR INVESTORS IN LUXEMBOURG**

The Fund is domiciled in France, was approved by the French Financial Markets Authority (AMF) on 1 August 2001, and was created on 15 September 2008 for a period of 99 years.

The Fund is authorised for marketing in the Grand Duchy of Luxembourg on the basis of the European passport issued under European Directive 2009/65/EC of 13 July 2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities ("UCITS Directive"), as transposed into the national laws of the Member States of the European Union.

The facilities for investors residing in the Grand Duchy of Luxembourg are set out below in accordance with Article 1, paragraph 4) of European Directive 2019/1160 of 20 June 2019 amending Directives 2009/65/EC and 2011/61/EU as regards the cross-border distribution of undertakings for collective investment, and more specifically Article 92 of Directive 2009/65/EC.

### ***Processing of subscription, redemption and conversion orders***

Subscription, redemption and conversion orders may be placed with (i) your bank, financial intermediary or distributor or (ii) the custodian and depository, CACEIS Bank (registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France; postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France).

### ***Payment of distributable amounts provided for in the prospectus***

Distributable sums that may be due to the Fund's unitholders will be paid by the custodian and depository, CACEIS Bank (registered office: 89-91 Rue Gabriel Péri - 92120 Montrouge, France; postal address: 12 Place des Etats-Unis - CS 40083 - 92549 Montrouge Cedex, France).

### ***Obtaining information relating to the placing of orders and the payment of proceeds from redemptions and conversions***

All information relating to the subscription, redemption and conversion procedure, or the procedure relating to the payment of proceeds from redemptions and conversions, as well as the payment of distributable sums, where applicable, is available from the Management Company.

### ***Processing of complaints and information relating to the exercise by investors of rights related to their investment***

Any complaint may be sent to the Management Company free of charge.

All information relating to the subscription, redemption and conversion procedure, or the procedure relating to the payment of proceeds from redemptions and conversions, as well as the payment of distributable sums, where applicable, is available from the Management Company.

### ***Provision of the information and documents required under Chapter IX under the conditions defined in Article 94 of the UCITS Directive***

The Fund's prospectuses, KID(s), rules and the latest annual and half-yearly reports are available free of charge from (i) your bank, financial intermediary or distributor or (ii) the Management Company.

***Provision of information to investors residing in the Grand Duchy of Luxembourg on the tasks performed by the facilities***

Information on the tasks that the facilities perform for investors residing in the Grand Duchy of Luxembourg may be obtained on a durable medium from the Management Company.

***Contact point for communicating with the competent authorities in the Grand Duchy of Luxembourg (CSSF – Commission de Surveillance du Secteur Financier)***

FundGlobam, “EU Facilities” department, 12 Rue du Château d’Eau, L-3364 Leudelange, Grand Duchy of Luxembourg.

**ADDITIONAL INFORMATION FOR INVESTORS IN SWITZERLAND**

***Representative***

The representative in Switzerland is:

REYL & Cie SA  
4 Rue du Rhône  
CH-1204 Geneva, Switzerland.

***Payment service***

The payment service in Switzerland is:

REYL & Cie SA  
4 Rue du Rhône  
CH-1204 Geneva, Switzerland.

***Place where relevant documents can be obtained***

The prospectus and the basic information sheet, the rules, as well as the annual and semi-annual reports are available from the representative free of charge.

***Publication***

Publications concerning the Fund are made in Switzerland via [www.fundinfo.com](http://www.fundinfo.com).

The issue and redemption prices and/or the net asset value, with the mention “fees not included” for all units, are published at each issue and redemption of units via [www.fundinfo.com](http://www.fundinfo.com). Prices are published daily.

***Payment of retrocessions and rebates***

The Management Company and its agents may pay retrocessions in order to remunerate the distribution of fund units in or from Switzerland. This allowance makes it possible to pay for the following services:

- Marketing and distribution activity in or from Switzerland;
- Retention of investor-related data and documents in accordance with applicable regulations;
- Relations with investors, including management of requests and complaints and communication to the Company and its agents;
- Communication of fund documents to investors (including annual, semi-annual reports, rules or equivalent, prospectus and KIID)
- Communication of marketing and advertising documents to prospective clients, in accordance with the relevant regulations;
- Investment advice to prospective clients in accordance with the relevant regulations; and
- Creation of investor due diligence files, monitoring of compliance with anti-money laundering procedures and verification of “Know Your Client” documents, in accordance with regulatory compliance requirements.

Retrocessions are not considered as rebates, even if they are ultimately paid in full or in part to investors.

Information on the receipt of retrocessions is governed by the provisions of the FinSA relating thereto.

The Management Company and its agents do not grant any rebates on distribution in Switzerland to reduce the fees and costs accruing to investors and charged to the fund.

***Place of performance and jurisdiction***

For units of the fund offered in Switzerland, the place of execution is at the representative’s registered office. The place of jurisdiction will be at the representative’s registered office or at the registered office or place of domicile of the investor.

## 9. Payment

### SECTION I - ASSETS AND UNITS

#### Article 1 - Co-ownership units

Co-ownership rights are expressed in units, with each unit corresponding to the same proportion of the Fund's net assets. Each unitholder has a co-ownership right to the Fund's assets in proportion to the number of units held.

The term of the Fund is 99 years from its inception date, unless it is dissolved early or extended as provided for in these regulations.

The features of the various unit classes and their access conditions are specified in the Fund's Key Investor Information Document and prospectus.

The various unit classes may:

- have different income allocation rules (distribution or accumulation);
- be denominated in different currencies;
- incur different management fees;
- incur different subscription and redemption fees;
- have a different nominal value;
- be systematically hedged (fully or partially) as specified in the prospectus. This hedging is achieved using financial instruments that minimise the impact of hedging transactions on the UCITS's other unit classes;
- be restricted to one or more marketing networks.

The Fund's units may be merged or split.

The Board of Directors of the Management Company may decide to divide the units into tenths, hundredths, thousandths or tens of thousandths, which are referred to as "fractional units". The provisions of the rules governing the issue and redemption of units apply to the fractional units whose value is always proportional to that of the unit they represent. All other provisions of the rules relating to the units will automatically apply to the fractions of units, without the need to specify further provisions to that effect.

Lastly, the Board of Directors of the Management Company may, entirely at its own discretion, divide the units by creating new units which are allocated to unitholders in exchange for their existing units.

#### Article 2 - Minimum net asset value

Units may not be redeemed if the assets fall below EUR 300,000; if the assets remain below that level for 30 days, the Management Company will take all the necessary steps to liquidate the UCITS in question or carry out one of the transactions mentioned in article 411-16 of the AMF General Regulations (conversion of the UCITS).

#### Article 3 - Issue and redemption of units

Units are issued at any time at the request of unitholders based on the net asset value, plus subscription fees if applicable.

Redemptions and subscriptions are carried out under the terms and conditions set out in the prospectus.

The units in the Fund may be listed on the stock market in accordance with current regulations.

Subscriptions must be paid for in full on the net asset value calculation date. Units may be paid for in cash and/or through a contribution of financial instruments. The Management Company has the right to refuse the securities offered, and in this regard, has seven days starting from the day of the deposit of such securities to communicate its decision. If accepted, the securities contributed will be valued according to the rules stipulated in Article 4, and the subscription will be processed on the basis of the first net asset value calculated following acceptance of the securities concerned.

Redemptions may be carried out in cash and/or in kind. If the redemption in kind corresponds to a representative portion of the portfolio's assets, then only the signed written agreement of the exiting unitholder need be obtained by the UCITS or the Management Company. If the redemption in kind does not correspond to a representative portion of the portfolio's assets, all the shareholders must give their written consent authorising the exiting shareholder to obtain the redemption of their shares against certain particular assets, as defined explicitly in the agreement.

Generally speaking, the assets redeemed will be valued according to the rules stipulated in Article 4 and the redemption in kind will be carried out on the basis of the first net asset value calculated following acceptance of the securities concerned.

Payment must be made by the holder of the issuer account within a maximum period of five days following the deadline for valuation of the units.

However, if in exceptional circumstances the redemption requires the prior sale of assets held in the Fund, this deadline may be extended by a maximum of 30 days.

Except in the case of an inheritance or inter vivos gift, the sale or transfer of units between unitholders, or between a unitholder and a third party, is deemed to constitute a redemption followed by a subscription. If a third party is involved, the amount of the sale or transfer must, if necessary, be supplemented by the beneficiary to reach the minimum subscription amount required by the prospectus.

Pursuant to Article L. 214-8-7 of the French Monetary and Financial Code, if, under exceptional circumstances it is deemed in the interest of the unitholders, the Fund's redemption of units and its issue of new units may be temporarily suspended by the Management Company.

If the value of the Fund's net assets falls below the amount stipulated in the regulations, no units can be redeemed.

In accordance with Articles L. 214-8-7 of the French Monetary and Financial Code and 411-20-1 of the AMF General Regulation, the Management Company may decide to cap redemptions if exceptional circumstances so require and if it is deemed in the interest of the shareholders or the public. The operating methods of the mechanism for capping and informing unitholders are set out in the prospectus.

The UCITS may stop issuing units in accordance with paragraph 3 of article L. 214-8-7 of the French Monetary and Financial Code, temporarily or permanently, partially or totally, in certain objectively verifiable situations entailing the closure of subscriptions, for example, the maximum number of units or shares has been issued, the maximum amount of assets has been reached or a specific subscription period has expired. Activation of this tool will be notified to existing holders by any means, along with the threshold and the objective situation that led to the partial or total closure decision. In the case of a partial closure, that notification will specifically state the terms according to which existing holders may continue to subscribe for the duration of the partial closure. Unitholders are also informed by any means of the decision by the Fund or the Management Company to either terminate the total or partial closure of subscriptions (once they have passed below the activation threshold) or not to put end them (in the event of a change of threshold or a change in the objective situation leading to activation of that tool). Any change in the objective situation invoked or the tool's activation threshold must always be made in the interests of unitholders. The notification must specify the exact reasons for such changes.

The minimum subscription terms and conditions are set out in the prospectus.

#### **Case of "US Persons"**

The Fund's Management Company may restrict or prevent the holding of units in the Fund by any person or entity who is prohibited from holding units in the Fund (hereinafter, the "Non-Eligible Person"). A Non-Eligible Person is a "US Person" as defined by SEC Regulation S (Part 230 - 17 CFR 230.902) and specified in the Prospectus.

To that end, the Fund's Management Company may:

- (i) refuse to issue any unit if it appears that such issue would or could result in said units being held directly or indirectly for the benefit of a Non-Eligible Person;
- (ii) at any time require a person or entity whose name appears in the register of unitholders to provide it with any information, accompanied by a sworn statement, that it deems necessary for the purpose of determining whether or not the beneficial owner of the units in question is a Non-Eligible Person;
- and (iii) if it appears that a person or entity is (a) a Non-Eligible Person and, (b) alone or jointly, the beneficial owner of the units,

proceed with the compulsory redemption of all the units held by such a unitholder after a period of 10 business days following the date on which the Management Company sends notification of the compulsory redemption to the unitholder. The compulsory redemption will be carried out at the last known net asset value, less any applicable charges, fees and commissions, which will be borne by the Non-Eligible Person after a period of 10 business days following the date on which the Management Company sends notification of compulsory redemption to the unitholder, during which the beneficial owner of the units may present their observations to the competent body.

#### **Article 4 – Calculation of the net asset value**

The net asset value per unit is calculated in accordance with the valuation rules set out in the prospectus.

Contributions in kind may comprise only securities, stocks or contracts admitted for inclusion in the assets of the UCITS; contributions and redemptions in kind are valued in accordance with the valuation rules used for calculating the net asset value.

## **SECTION II - OPERATION OF THE FUND**

#### **Article 5 - Management Company**

The Fund will be managed by the Management Company in accordance with the Fund's investment objectives.

The Management Company will act in the exclusive interest of the unitholders at all times. The financial management delegatee (or, where applicable, sub-delegatee) exercises the voting rights attached to the securities included in the Fund.

#### **Article 5 bis - Operational rules**

The instruments and deposits that may be included in the assets of the UCITS, together with the applicable investment rules, are described in the prospectus.

#### **Article 5 ter - Admission to trading on a regulated market and/or a multilateral trading facility**

The units may be accepted for trading on a regulated market and/or a multilateral trading system according to applicable regulations. If the mutual fund whose units are accepted for trading on a regulated market has a management objective founded on an index, the Fund must have implemented a system ensuring that the price of its units does not significantly vary from its net asset value.

#### **Article 6 - Custodian**

The custodian carries out the tasks that are its responsibility under the laws and regulations in force, as well as those that have been contractually assigned to it by the Management Company. In particular, it must ensure that the portfolio Management Company's decisions comply with the applicable rules and regulations. It must, as needed, take all of the protective measures it deems appropriate. In the event of a dispute with the Management Company, it must inform the AMF.

#### **Article 7 - Auditor**

An auditor is appointed for a term of six financial years by the Management Company's Board of Directors, subject to approval by the AMF.

The auditor certifies that the financial statements reflect a true and fair view of the Company's position.

The auditor's term of office may be renewed.

It is the auditor's responsibility to notify the AMF at the earliest opportunity of any fact or decision concerning the UCITS that comes to his/her attention over the course of the audit which would:

- 1 constitute a violation of the legislative or regulatory provisions applicable to this organisation and likely to have significant effects on the financial position, earnings, or wealth;
- 2 adversely affect the conditions or continuity of its operation;
- and
- 3 result in the formulation of reservations or refusal to certify the accounts.

The valuations of assets and determination of exchange ratios in any transaction involving a conversion, merger or split must be carried out under the supervision of the auditor.

The auditor is required to evaluate any contribution in kind under its responsibility.

The auditor must verify the composition of the assets and other information prior to publication.

The Statutory Auditor's fees are to be decided by mutual agreement between the Statutory Auditor and the Management Company's Board of Directors according to the programme of work, specifying the audits deemed necessary.

The auditor is required to verify the financial positions serving as a basis for interim payments.

The auditor's fees are included in the management fees.

#### **Article 8 - Financial statements and management report**

At the end of each financial year, the Management Company draws up the summary documents and a management report on the Fund for the previous year.

The Management Company will produce a list of the UCI's assets at least twice a year under the supervision of the depository.

The Management Company will make these documents available to unit holders no later than four months after the financial year-end and will notify them of the amount of income to which they are entitled. These documents will either be sent by post at the shareholders' express request or be made available to them at the offices of the Management Company.

### **SECTION III - CONDITIONS FOR ALLOCATING INCOME**

#### **Article 9 – Procedures for the allocation of distributable sums**

The Fund's net income is equal to the amount of interest, arrears, dividends, premiums and allotments, as well as all proceeds relating to the securities constituting the Fund's portfolio plus the income of the momentarily available sums and minus the amount of management fees, any allocations to depreciation, and borrowing expenses.

The distributable sums of a UCITS/AIF are made up of:

- 1 Net income plus any amounts carried forward and plus/minus the balance of the income equalisation account; and
- 2 realised capital gains, net of fees, less any realised capital losses, net of fees recorded during the financial year, plus any net capital gains of the same nature recorded during previous financial years that were not distributed or accumulated, plus or minus the balance of capital gains equalisation accounts.

The amounts referred to in 1 and 2 are capitalised. The Fund has opted for pure accumulation. Distributable income is therefore fully capitalised each year, with the exception of mandatory pay-out required by law.

### **SECTION IV - MERGER - SPLIT - DISSOLUTION - LIQUIDATION**

#### **Article 10 - Merger - Split**

The Management Company may either invest all or part of the Fund's assets in another UCITS, or split the Fund into two or more mutual funds.

Any such merger or split operations may only be carried out after only following the unitholder's notification of the proposed operation. Each unitholder will then be sent a new certificate specifying the number of units held.

#### **Article 11 – Dissolution – Extension**

If the Fund's net assets remain below the amount specified in Article 2 above for thirty days, the Management Company must inform the AMF, and unless the Fund is merged with another UCI, it must dissolve the Fund.

The Management Company may decide upon the early dissolution of the Fund. In this event, it must inform unitholders of its decision and, as from that date, subscription and redemption requests will no longer be accepted.

The Management Company will also dissolve the Fund if it receives a request for the redemption of all the Fund's units, if the custodian is no longer in place and no other custodian has been appointed, or upon expiry of the Fund's term, if no extension has been agreed.

The Management Company will inform the French Financial Market Authority by letter of the date and the selected dissolution procedure. It must then submit the auditor's report to the AMF.

The Management Company may decide to extend the term of the Fund in agreement with the custodian. Any decision to extend the term of the Fund must be taken at least three months prior to its expiry date and notified to unitholders and to the AMF.

#### **Article 12 – Liquidation**

In the event of dissolution, the Management Company or the depository assumes the role of liquidator; failing that, the liquidator is appointed by the court at the request of any interested party. To this end, the custodian or the Management Company will have extensive powers to liquidate the assets, pay any creditors and distribute the available balance among the unitholders in cash or in securities.

The auditor and the custodian will continue to perform their duties until the liquidation process is completed.

### **SECTION V - DISPUTES**

#### **Article 13 – Competence – Election of domicile**

Any disputes relating to the Fund that may arise while the Fund is operational or upon its liquidation, either between the unitholders, or between the unitholders and the Management Company or the custodian, will be subject to the jurisdiction of the French competent courts.



