



Flossbach von Storch Invest S.A.

2, rue Jean Monnet
L-2180 Luxembourg
R.C.S. Luxembourg B 171513

NOTE:

This is a notice which, pursuant to Section 298, Paragraph 2, of the German Capital Investment Code (KAGB), must be forwarded to the investors without delay.

Notice to the investors of the following Sub-funds

Flossbach von Storch – Currency Diversification Bond

Unit class I: WKN A1C10V; ISIN LU0525999891 / R: WKN A1C10W; ISIN LU0526000731

("Absorbed Sub-fund")

Flossbach von Storch – Bond Defensive

Unit class I: WKN A1W17V; ISIN LU0952573052 / R: WKN A1W17W; ISIN LU0952573136 / HT: WKN A2P9FU; ISIN LU2207302121 / IT: WKN A2QLWA; ISIN LU2279688183 / RT: WKN A2QLWB; ISIN LU2279688266 / VI: WKN A3DTR2; ISIN LU2528596245

("Absorbing Sub-fund")

Investors of the aforementioned Sub-funds are hereby informed that Flossbach von Storch Invest S.A. ("Management Company") has decided the following in accordance with the currently valid statutory, regulatory and contractual provisions:

- 1. To merge the Sub-fund "Flossbach von Storch – Currency Diversification Bond" with the Sub-fund "Flossbach von Storch – Bond Defensive"

The Sub-fund Flossbach von Storch – Currency Diversification Bond ("Absorbed Sub-fund") is being merged with the Sub-fund Flossbach von Storch – Bond Defensive ("Absorbing Sub-fund") on the basis of the last fund price calculation on 29 September 2023 ("Merger Date") with effect from 30 September 2023. Since 30 September 2023 is not a banking day, the operational transfer will take place on 2 October 2023.

Unit classes affected

Flossbach von Storch – Currency Diversification Bond		Flossbach von Storch – Bond Defensive
Unit class of the Absorbed Sub-fund		Unit class of the Absorbing Sub-fund
Unit class I: ISIN LU0525999891	is being merged with	Unit class I: ISIN LU0952573052
Unit class R: ISIN LU0526000731	is being merged with	Unit class R: ISIN LU0952573136

The unit classes HT, IT, RT and VI of the Absorbing Sub-fund remain unaffected by the merger.



The background to the merger is that the Management Company has decided not to continue with the strategy of the Absorbed Sub-fund. The Management Company wishes to give investors in the Sub-fund absorbed via the merger the opportunity to remain invested in a similarly defensive investment policy.

All assets and liabilities of the Absorbed Sub-fund are being transferred to the Absorbing Sub-fund.

A dilution of the performance due to the merger is not expected until 24 September 2023, as the Absorbed Sub-fund will continue to pursue the existing investment objectives and investment policy. As of 25 September 2023, the portfolio of the Absorbed Sub-fund will be adjusted as far as possible in line with the investment objectives and investment policy of the Absorbing Sub-fund. Accordingly, investors should be aware that the portfolio of the Absorbed Sub-fund will no longer pursue the investment objectives and investment policy of the Absorbed Sub-fund from this point in time. There will be no dilution of the performance of the Absorbing Sub-fund due to the merger.

2. Change in the investment objective and investment policy of the Absorbing Sub-fund

As part of the merger, the investment objective and investment policy of the Absorbing Sub-fund Flossbach von Storch – Bond Defensive will change with effect from 30 September 2023. The changes are shown in the table below.

The main differences in the investment objectives, investment policy and other main characteristics of the **Absorbing Sub-fund** and the **Absorbed Sub-fund** are as follows:

	Absorbed Sub-fund	Absorbing Sub-fund
	Flossbach von Storch – Currency Diversification Bond	Flossbach von Storch – Bond Defensive
Investment objective	The objective of the Sub-fund's investment policy is to achieve reasonable growth while taking into consideration the investment risk. In accordance with the principle of risk diversification, the Sub-fund's assets will be invested internationally in fixed-interest securities and money market instruments that are predominantly denominated in currencies other than the euro. The Sub-fund is actively managed. The fund manager chooses, regularly reviews and, if necessary, adjusts the composition of the portfolio in accordance with the criteria specified in the investment policy. No index is used for comparison purposes.	<p><u>Until 29 September 2023:</u></p> <p>The objective of the Sub-fund's investment policy is to achieve reasonable growth and interest income while taking into consideration the investment risk. In accordance with the principle of risk diversification, the Sub-fund's assets will be invested internationally in fixed-interest securities, equities and money market instruments. The Sub-fund is actively managed. The fund manager chooses, regularly reviews and, if necessary, adjusts the composition of the portfolio in accordance with the criteria specified in the investment policy. No index is used for comparison purposes.</p> <p><u>Effective 30 September 2023:</u></p> <p>The objective of the investment policy of Flossbach von Storch – Bond Defensive ("Sub-fund") is to achieve reasonable growth while taking into consideration the investment risk. In accordance with the principle of risk diversification, the Sub-fund's assets will be invested internationally in interest-bearing securities and money market instruments. The</p>



	Absorbed Sub-fund	Absorbing Sub-fund
		Sub-fund is actively managed. The fund manager chooses, regularly reviews and, if necessary, adjusts the composition of the portfolio in accordance with the criteria specified in the investment policy. No index is used for comparison purposes.
Investment policy	To achieve the investment objectives, the Sub-fund assets are invested in accordance with the principle of risk diversification in fixed-interest securities (including corporate bonds), money market instruments, bonds of all types, including zero coupon bonds, inflation-linked bonds, variable interest securities, units in investment funds ("Target Funds"), fixed-term deposits, derivatives, certificates and other structured products (e.g. reverse convertible bonds, warrant-linked bonds, participation certificates with warrants, convertible bonds, convertible participation certificates) and in cash. Investments in fixed-interest securities and money market instruments are mostly denominated in currencies other than the euro. Units in UCITS or other UCI ("Target Funds") will be acquired only up to a maximum limit of 10 per cent of the Sub-fund assets. The use of derived financial instruments ("Derivatives") is planned in order to achieve the aforementioned investment objectives, as well as for investment and hedging purposes. The current sales prospectus provides detailed information on the above and other investment opportunities available to the Sub-fund.	<p><u>Until 29 September 2023:</u></p> <p>To achieve the investment objectives, the Sub-fund assets are invested in accordance with the principle of risk diversification in equities, fixed-interest securities (including corporate bonds), money market instruments, bonds of all types, including zero coupon bonds, inflation-linked bonds, variable interest securities, fixed-term deposits, derivatives, certificates and other structured products (e.g. reverse convertible bonds, warrant-linked bonds, participation certificates with warrants, convertible bonds, convertible participation certificates) and in cash. The equity quota is limited to a maximum of 15 per cent of the net sub-fund assets. The Sub-fund can acquire assets in foreign currencies and can therefore have a foreign currency exposure. The foreign currency exposure is limited to a maximum of 15 per cent of the net sub-fund assets. Units in UCITS or other UCIs ("Target Funds") may not be acquired. The use of derived financial instruments ("Derivatives") is planned in order to achieve the aforementioned investment objectives, as well as for investment and hedging purposes. The current sales prospectus provides detailed information on the above and other investment opportunities available to the Sub-fund.</p> <p><u>Effective 30 September 2023:</u></p> <p>To achieve the investment objectives, the Sub-fund assets are invested in accordance with the principle of risk diversification in interest-bearing securities of all types (including, e.g. corporate bonds, zero coupon bonds, inflation-linked bonds, variable-interest securities), money market instruments, fixed-term deposits, derivatives and cash. The Sub-fund does not invest in equities either directly or indirectly. The Sub-fund does not invest in subordinated or convertible bonds or in high-</p>



	Absorbed Sub-fund	Absorbing Sub-fund
		yield bonds (bonds without an investment grade rating). The duration of the Sub-fund should not exceed 4 years. The Sub-fund can acquire assets in foreign currencies and can therefore have a foreign currency exposure. The aim is to hedge the foreign currency exposure of the fund by means of currency derivatives; depending on the market situation, the net foreign currency exposure of the Sub-fund may fluctuate within a range of between -5 per cent and +5 per cent..
Risk profile	The Sub-fund is suitable for growth-oriented investors. Due to the composition of the net sub-fund assets, there is a high degree of risk but also a high degree of profit potential. The risks may consist in particular of currency risk, credit risk and price risk, as well as market interest rate risks.	The Sub-fund is suitable for conservative investors. Owing to the composition of the net Sub-fund assets, there is a moderate level of overall risk but this is set against the prospect of moderate income. The risks may consist in particular of currency risk, credit risk, price risk and market interest rate risk.
Risk management procedures	The commitment approach is used for monitoring and measuring the total risk associated with derivatives.	The commitment approach is used for monitoring and measuring the total risk associated with derivatives.
SRI	2	2
Income utilisation	Unit class R and unit class I: The income is distributed.	Unit class R and unit class I: The income is distributed.
Cut-off time	14:00	14:00

The ongoing charges, the respective issue surcharge or any exchange and redemption fees of the Absorbing and the Absorbed Sub-fund are as follows:

	Absorbed unit class	Absorbing unit class
	Flossbach von Storch – Currency Diversification Bond	Flossbach von Storch – Bond Defensive
Last published ongoing charges	Unit class R: 1.15% Unit class I: 0.65%	Unit class R: 0.94% Unit class I: 0.54%
Max. issue surcharge	Unit class R and unit class I: 3%	Unit class R and unit class I: 1%
Max. redemption fee	0%	0%
Max. exchange fee	Unit class R and unit class I: 3%	Unit class R and unit class I: 1%

As a result of the merger mentioned under Point 1, the investment limits may be exceeded in the short-term as of 25 September 2023 for the Absorbed Sub-fund and for a period of six months after the merger takes effect for the Absorbing Sub-fund. These will, however, be promptly brought back within the legally prescribed limits in the interests of investors. Any tax-related investment limits remain unaffected by this regulation.



A tax-neutral merger is envisaged.

However, the tax treatment of investors may change as a result of the merger. We therefore recommend that you consult your tax advisor for information about the tax implications.

The merger will be supervised by the Luxembourg-based auditor (*réviseur d'entreprises agréé*) PricewaterhouseCoopers, société coopérative, who will confirm the conversion ratio, the method for calculating it and the criteria for valuing the assets in the Absorbed Sub-fund. The auditor will prepare a report about the merger, which will be made available to investors free of charge on request.

On the Merger Date, investors with units in the Absorbed Sub-fund will receive an equivalent number of units in the Absorbing Sub-fund; this number will be calculated using the ratio between the unit value of the Absorbed Sub-fund and the unit value of the Absorbing Sub-fund. Once verified, the conversion ratio will be published without delay on the Management Company's website. It will also be possible to enquire about the conversion with the Management Company. Investors in the Absorbed Sub-fund will not have to pay for their units to be converted in connection with the absorption of the Sub-fund. With the exception of the costs for the auditor, the costs of the merger will not be borne by the affected Sub-funds.

After the merger, only the Absorbing Sub-fund will continue to exist.

During the course of the merger, trading of units in the Absorbed Sub-fund will be suspended between 25 September 2023 at 14:00 and 29 September 2023 at 14:00.

Investors who do not consent to the above-mentioned changes may, until 14:00 on 25 September 2023, request to redeem their units at the relevant net unit value free of charge.

The current sales prospectus valid on the Merger Date, together with the management regulations and a copy of the reports prepared, are available free of charge from the paying and sales agents, the Depositary, and the Management Company (www.fvsinvest.lu). Investors in the Absorbed Sub-fund are advised to consult the key information documents (PRIIP) of the Absorbing Sub-fund.

If investors require additional information, they have the right to contact the Management Company.

Luxembourg, 23 August 2023

Flossbach von Storch Invest S.A.

Paying agent in Luxembourg:

DZ PRIVATBANK S.A., 4, rue Thomas Edison, L-1445 Strassen

Distributor and information office in the Federal Republic of Germany:

Flossbach von Storch AG, Ottoplatz 1, 50679 Cologne, Germany

Contact and information agent in Austria:

Erste Bank der oesterreichischen Sparkassen, Am Belvedere 1, 1100 Vienna, Austria

Paying agent in the Principality of Liechtenstein:

VP Bank AG, 9490 Vaduz, LIECHTENSTEIN (FL-0001.007.080-0) represented by

VP Fund Solutions (Liechtenstein) AG, 9490 Vaduz, LIECHTENSTEIN (FL-0002.000.772-7)

Notice to the investors

Sub-fund Flossbach von Storch – Currency Diversification Bond & Flossbach von Storch - Bond Defensive