

AZ FUND MANAGEMENT S.A.

Société anonyme

35, avenue Monterey

L-2163 Luxembourg

R.C.S. Luxembourg B 73 617

(the "**Management Company**")

acting in its quality of management company of

AZ MULTI ASSET

35, avenue Monterey

L-2163 Luxembourg

R.C.S. Luxembourg K1454

(the "**Fund**")

**Notice to unitholders of the sub-funds Institutional Macro Dynamic Trading, Asia Absolute, RIN
G.A.M.E.S, Sustainable Hybrid Bonds and Sustainable Equity Trend**

Luxembourg, 23 November 2019

The board of directors of the Management Company (the "**Board**") would like to inform you that the prospectus of the Fund (the "**Prospectus**") has been amended to include the changes described below :

1. Sub-fund "INSTITUTIONAL MACRO DYNAMIC TRADING": change of denomination and investment policy and new investment manager

As from 1 January 2020, the new name of the sub-fund will be "AZ Alternative – Global Macro Conservative" to better reflect that its investment strategy is to follow a global macro approach.

Investment limits will be better defined (instead of investing in all types of assets without any constraints previously).

The revised investment policy of the sub-fund will further provide that it may invest up to 20% of its net assets in China A-Shares.

The range of exposure of the sub-fund's net assets to total return swaps ("TRS") will be reduced to 0% - 30% (instead of 0% - 50% previously).

The above-mentioned clarifications and changes will not have any material impact on the allocation of the assets or the risk profile of the sub-fund.

The expected level of leverage of the sub-fund will be increased from 200% to 300%. This is mainly due to an increased use of financial derivative instruments (FDIs) for hedging purposes (e.g. currency

and duration risk hedging) and the fact that the use of FDIs to manage currency exposures needs to be included in the leverage figures.

The new investment policy of the sub-fund is available on the following website: www.azfund.com.

The investment management of the sub-fund will be delegated to AZ Investment Management Singapore Ltd. whereas An Zhong (AZ) Investment Management Hong Kong Ltd., which previously acted as investment advisor of the sub-fund, will act as investment advisor to AZ Investment Management Singapore Ltd.

2. Sub-fund "ASIA ABSOLUTE": change of denomination, investment policy and reference currency and new investment manager

As from 1 January 2020, the new name of the sub-fund will be "AZ Equity – ASEAN".

The revised investment policy of the sub-fund will provide that the sub-fund’s investments will be focused on markets of ASEAN (Association of South-East Asian Nations) countries (instead of Asia ex-Japan previously).

The investment policy of the sub-fund will be amended so that the sub-fund will invest at least 80% of its nets assets in equities and equity-related securities (instead of no minimum investment limit previously).

The investment policy of the sub-fund will further provide that it will invest between 0% and 20% of its net assets in equities and equity-related securities of companies domiciled outside of ASEAN countries.

Investments in debt securities and money market instruments ("MMIs") of ASEAN issuers will be limited up to 20% of the sub-fund’s net assets (instead of up to 100% without any other constraints in debt securities, MMIs and/or cash previously). Investments in cash will be limited to up to 10% of the sub-fund’s net assets.

The reference currency of the sub-fund will change from Euro to US dollar (USD) due to the fact that this is the standard for sub-funds investing in emerging market countries, as oftentimes emerging markets currencies are not freely exchangeable.

The unit class MASTER (EURO hedged) will be amended as follows :

Unit Class	Reference currency	Type of hedging	Currency hedging
Until 31 December 2019 : MASTER (EURO hedged) As from 1 January 2020: MASTER (USD)	Until 31 December 2019 : EUR As from 1 January 2020:	Until 31 December 2019 : CROSS HEDGED As from 1 January 2020:	Until 31 December 2019 : Hedging against USD As from 1 January 2020: No hedging against USD

	USD	NON HEDGED	
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The majority of the portfolio will be aligned to the new investment guidelines.

The above-mentioned changes will only have a modest impact on the risk profile of the sub-fund, although there will be continuity with the recent track record and volatility. The SRRI of the sub-fund will change from 5 to 6.

The expected level of leverage of the sub-fund will be decreased from 300% to 200%.

The new investment policy of the sub-fund is available on the following website: www.azfund.com.

As from 1 January 2020, AZ Investment Management Singapore Ltd. will act as investment manager of the sub-fund, whereas previously acted as investment advisor of the sub-fund.

3. Sub-fund "RIN G.A.M.E.S.": change of denomination and investment policy

As from 1 January 2020, the new name of the sub-fund will be "AZ Allocation – International 50-100".

The investment policy of the sub-fund will be amended so that it will invest at least 50% of its net assets in equities and equity-related securities (instead of 70% previously). These securities will be issued worldwide, including up to 30% in emerging markets.

The investment limits for the remaining part of the portfolio will be better defined so that the sub-fund may invest up to 50% of its net assets in debt securities and MMIs issued in developed countries and up to 25% of its net assets in emerging market debt securities and MMIs.

The new investment policy of the sub-fund provides that it may invest up to 35% of its net assets in debt securities rated sub-investment grade (instead of 25% previously), the nature of which is now clearly indicated (namely convertible, hybrid and subordinated bonds). The investment limit on contingent convertible bonds will be increased from 20% to 30% of the sub-fund's net assets.

Finally, the Sub-Fund will now be able to invest up to 20% of its net assets in cash (while there was no investment limit before).

The above-mentioned clarifications and changes will not have any material impact on the allocation of the assets or the risk profile of the sub-fund.

The new investment policy of the sub-fund is available on the following website: www.azfund.com.

4. Changes to calculation methodology of the additional variable management fee of the sub-funds Institutional Macro Dynamic Trading, Asia Absolute and RIN G.A.M.E.S

In order to bring the methodology for the calculation of the additional variable management fee of the Sub-Funds in line with industry best practice and consistent with IOSCO's Good Practice for Fees

and Expenses of Collective Investment Schemes, the current provisions with respect to the Sub-Funds are to be amended and updated with effect as from 1 January 2020.

According to this methodology, the additional variable management fee will apply as a percentage of the excess performance on top of the hurdle rates (please refer to the table below). The performance fee accruals will be adjusted daily and the performance fee will be crystalized once a year (year-end) with no high water mark.

The additional variable management fee is recalculated as of each valuation day during the calculation period and the provisions made (if any) with respect to the previous valuation day are cancelled. The performance fee will be payable only in case of a positive performance on the last valuation day.

Please find below a table describing for each sub-fund the reference index which will be used in this context:

Sub-fund	Additional variable management fee	Reference index
Institutional Macro Dynamic Trading For all unit classes	10%	3 months Euribor + 0.5% for NON HEDGED unit classes 3 months Euribor + 0.5% + costs of hedging for HEDGED unit classes
Asia Absolute For unit classes A (EURO hedged), A (EURO non hedged), B (EURO hedged), B (EURO non hedged), A (USD), B (USD), A (SGD) and B (SGD)	10%	3 months Libor USD + 5% for NON HEDGED unit classes 3 months Libor USD + 5% + costs of hedging for HEDGED unit classes
RIN G.A.M.E.S. For all unit classes	20%	3 months Euribor + 2.5% for NON HEDGED unit classes 3 months Euribor + 2.5% + costs of hedging for HEDGED unit classes

The new performance fee wording in the Prospectus will read as follows:

"La commission de gestion variable additionnelle est égale à [please refer to the table above] de la différence - si positive - entre le Rendement de Parts et le Rendement de l'Indice de Référence durant la Période de Calcul.

Durant chaque Période de Calcul, la commission de gestion variable additionnelle est calculée et accumulée à chaque Jour d'Evaluation étant précisé que, pour écarter le moindre doute, la

commission de gestion variable accumulée (le cas échéant) au Jour d'Evaluation précédent durant la Période de Calcul concernée n'est plus prise en considération.

La commission de gestion variable accumulée (le cas échéant) est cristallisée au dernier Jour d'Evaluation de chaque Période de Calcul et devient payable à la Société de Gestion le premier Jour d'Evaluation suivant cette Période de Calcul.

Si les Parts sont rachetées durant une Période de Calcul, la commission de gestion variable accumulée mais pas encore payée, calculée pour ces Parts le Jour d'Evaluation auquel ces Parts sont rachetées, sera cristallisée et deviendra payable à la Société de Gestion le premier Jour d'Evaluation suivant la Période de Calcul durant laquelle les Parts ont été rachetées.

« Indice de Référence » signifie:

[please refer to the table above]

« Rendement de Parts » signifie la différence – si positive - entre la Valeur Nette d'Inventaire de Référence par Part à chaque Jour d'Evaluation et la Valeur Nette d'Inventaire de Référence par Part du dernier Jour d'Evaluation de la Période Calcul précédente. Pour la première Période de Calcul d'une classe de Parts nouvellement lancée, « Rendement de Parts » signifie la différence – si positive - entre la Valeur Nette d'Inventaire de Référence par Part à chaque Jour d'Evaluation et la Valeur Nette d'Inventaire de Référence par Part du premier Jour d'Evaluation de cette Période de Calcul.

« Rendement de l'Indice de Référence » signifie la différence entre l'Indice de Référence à chaque Jour d'Evaluation et l'Indice de Référence du dernier Jour d'Evaluation de la Période de Calcul précédente. Pour la première Période de Calcul, « Rendement de l'Indice de Référence » signifie la différence entre l'Indice de Référence à chaque Jour d'Evaluation et l'Indice de Référence du premier Jour d'Evaluation de cette Période Calcul.

« Valeur Nette d'Inventaire de Référence » désigne, à chaque Jour d'Evaluation, la Valeur Nette d'Inventaire de la classe de Parts concernée, calculée ce Jour d'Evaluation, augmentée par la commission de gestion variable accumulée (le cas échéant) et des distributions (dividendes), s'il y en a, durant la Période de Calcul concernée.

« Période de Calcul » désigne la période du 1^{er} janvier au 31 décembre de chaque année, à condition que la première Période de Calcul commence à la date de lancement de la classe de Parts et se termine le 31 décembre suivant son lancement.

« Coûts de Couverture » signifie les coûts de couverture entre la devise de référence de la classe de Parts et la devise de base du Compartiment, correspondant à la différence (en termes de pourcentage), à chaque Jour d'Evaluation, entre (i) le prix du taux de change à 3 mois d'échéance entre la devise de référence de la classe de Parts et la devise de base du Compartiment, et (ii) le taux au comptant du même taux de change."

5. Sub-funds Sustainable Hybrid Bonds and Sustainable Equity Trend

Since the last update of the Prospectus, the investment advisor of the sub-funds, Vescore Ltd, has been absorbed by Vontobel Asset Management AG, having its registered office at Gotthardstrasse 43, 8022 Zurich. Vontobel Asset Management AG now acts as investment advisor of the sub-funds.

This change does not have any impact on the way the sub-funds are managed or on their fee structure.

The Prospectus will be updated to *inter alia* reflect the changes described in this notice. A copy of the draft Prospectus and of the revised key investor information documents will be available free of charge upon request at the registered office of the Management Company.

If you are not in agreement with the changes described above, you may redeem your units free of charge until 27 December 2019 in accordance with the usual redemption procedure foreseen in the Prospectus.

The Board