
The Directors of Polar Capital Funds public limited company, whose names appear under the heading “Management and Administration” in the prospectus of the Company dated 22nd June, 2020 (the “Prospectus”) accept responsibility for the information contained in the Prospectus and in this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in the Prospectus and in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of the information. If you are in any doubt about the contents of this Supplement, you should consult your stockbroker, bank manager, solicitor, accountant or other independent financial adviser.

GLOBAL ABSOLUTE RETURN FUND

(a Fund of Polar Capital Funds public limited company)

SUPPLEMENT

DATED 9th MARCH, 2021

DEFINITIONS

“Business Day”	a day on which banks and/or stock exchanges/markets are open for normal banking business in Ireland, the United Kingdom and the United States of America and/or in any other or further financial centre which the Directors may determine to be relevant for the operations of the Fund on that day (including dealings in foreign exchange and foreign currency deposits).
“Central Bank”	Central Bank of Ireland.
“Dealing Day”	each Business Day (provided always there shall be at least one Dealing Day per fortnight).
“Euronext Dublin”	the Irish Stock Exchange plc trading as Euronext Dublin.
“Official List”	the Official List and regulated market of Euronext Dublin.
“Share Class” or “Share Classes”	such class of Shares in a Fund as the Directors from time to time designate, the current share classes in respect of the Global Absolute Return Fund being the Class I US Dollar Accumulation Shares, the Class I Hedged Sterling Accumulation Shares, the Class I Hedged Euro Accumulation Shares, Class S US Dollar Accumulation Shares, the Class S Hedged Sterling Accumulation Shares and the Class S Hedged Euro Accumulation Shares.
“SFDR”	means the Sustainable Finance Disclosure Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019.
“Valuation Point”	the close of business in the relevant markets on the Dealing Day.

GLOBAL ABSOLUTE RETURN FUND
(the “Fund”)

INTRODUCTION

Polar Capital Funds public limited company (the “Company”) is authorised in Ireland by the Central Bank as a UCITS for the purposes of the Regulations. The Company is an open-ended investment company with variable capital and is structured as an umbrella fund consisting of a number of different funds. Each fund represents a single portfolio of assets, with segregated liability between funds. Each fund may have more than one Share Class allocated to it. A separate portfolio of assets will not be maintained for separate Share Classes within a fund. As at the date of this Supplement the other existing funds of the Company are: the Japan Fund (terminated), the Global Technology Fund, the Healthcare Opportunities Fund, the Emerging Markets Income Fund, the Global Insurance Fund, the Financial Opportunities Fund, the North American Fund, the Asian Opportunities Fund, the Income Opportunities Fund, the Japan Value Fund, the Global Convertible Fund, the Biotechnology Fund, the Healthcare Blue Chip Fund, the UK Absolute Equity Fund (terminated), the European Income Fund (terminated), the European ex UK Income Fund, the UK Value Opportunities Fund, the Automation & Artificial Intelligence Fund, the Emerging Market Stars Fund, the Asian Stars Fund, the China Stars Fund and the Healthcare Discovery Fund.

This Supplement forms part of and should be read in conjunction with the general description of the Company contained in the current Prospectus together with the most recent audited annual report and accounts and, if published after such report, a copy of the latest unaudited semi-annual report.

The Shares have been admitted to the Official List and trading on the regulated market of Euronext Dublin.

As at the date of this Supplement, there are no other Share Classes in the Fund, but additional Share Classes may be added in the future in accordance with the requirements of the Central Bank.

The Fund will be significantly invested in financial derivative instruments.

An investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors. An investment in the Fund should be viewed as medium to long term.

The base currency of the Fund is the US dollars.

Profile of a Typical Investor

Investment in the Fund is suitable only for those persons and institutions for whom such investment does not represent a complete investment program, who understand the degree of risk involved (as detailed in the “Risk Factors” section of the Prospectus and this Supplement), can tolerate a medium to low level of volatility that is generally associated with an absolute return fund, and believe that the investment is suitable based upon investment objectives and financial needs. An investment in the Fund should be viewed as medium to long-term.

INVESTMENT OBJECTIVE

The Fund aims to deliver capital growth over rolling 12-month periods, in all market conditions. There is no guarantee the Fund will achieve this objective over any given period.

INVESTMENT POLICIES

The Fund will achieve its investment objective by investing principally in a diversified portfolio of convertible securities (including convertible bonds, convertible preference shares and convertible loan notes), corporate fixed income securities and equities. The convertible securities typically embed financial derivative instruments and/or leverage.

The Fund will invest in convertible securities and corporate fixed income securities rated B- or above, or which have a comparable rating as determined by the Investment Manager.

The Fund will invest significantly in financial derivative instruments, as detailed below and under the section headed "Financial Derivative Instruments".

The securities/instruments in which the Fund will invest (save for OTC financial derivative instruments) will be listed and/or traded on a Recognised Exchange.

The Investment Manager will seek risk adjusted returns which will include taking synthetic short positions through the use of derivatives, to seek both to protect and to enhance the absolute returns achieved by hedging against any sector/market risk and by taking short positions where the Investment Manager believes, based on qualitative and quantitative screening methods as detailed below under Investment Strategy, that the price of securities may fall.

The Fund will have a global geographical focus and may invest up to 30% of its Net Asset Value in emerging markets. The Fund may invest in convertible securities (including convertible bonds, convertible preference shares and convertible loan notes), corporate fixed income securities and equities issued by Chinese companies typically listed in developed markets

The Fund may invest no more than 10% of the Fund's Net Asset Value in aggregate in shares of open-ended collective investment schemes, which include UCITS or UCITS eligible AIF exchange traded funds ("ETFs") which are considered to be collective investment schemes. The Fund may invest in ETFs for the purpose of gaining indirect exposure to the equity securities comprised in the indices tracked by the ETFs in which the Fund may invest. It is intended that the ETFs in which the Fund may invest will be listed on a Recognised Exchange, and will be domiciled in, or have exposure to global developed and emerging markets. Investment in AIF closed-ended collective investment schemes and ETFs which are considered by the Investment Manager to be transferable securities will be in accordance with the requirements of the Central Bank.

Derivatives will be used for efficient portfolio management, hedging and investment purposes. The derivatives in which the Fund may invest are detailed below, and a description of the commercial purposes of these derivatives is detailed under the section headed "Financial Derivative Instruments."

- Futures - Equity and Fixed Income Futures, FX Futures
- Forwards – FX Forwards
- Options – Equity and Fixed Income Options

- Swaps – Equity, Fixed Income and Convertible Securities
- Contracts for difference (“CFDs”) on Equities, Fixed Income and Convertible Securities
- Convertible Securities (including convertible bonds, convertible preference shares and convertible loan notes)
- Exchangeable Bonds
- Warrants
- Credit Default Swaps and Credit Default Swap Options

Use of derivatives will be subject to the conditions and within the limits laid down by the Central Bank and in accordance with the risk management statement for the Company submitted to the Central Bank.

Under normal market conditions, the Fund’s net equity exposure will not at any time exceed the following limits:

Net short exposure: 40%
 Net long exposure: 40%

The Fund’s global exposure, measured using an absolute Value-at-Risk (“VaR”) method, will be managed so as not to exceed 20% of the Net Asset Value of the Fund. VaR will be calculated over a holding period of 20 working days and using a one-tailed 99% confidence level and an effective observation period (history) of risk factors of at least 1 year (250 business days), unless a shorter observation period is justified by a significant increase in price volatility (for instance extreme market conditions).

The Fund will be leveraged through the use of derivatives. Gross leverage, calculated as the sum of the absolute notional values of the derivatives used in the Fund, is not anticipated to exceed 350% of the Net Asset Value of the Fund at any given time. However, there may be occasions when this level of leverage is exceeded.

The Fund is actively managed without reference to a benchmark and the investment manager has full discretion over the composition of the fund’s portfolio, subject to the stated investment objective and investment policies.

INVESTMENT STRATEGY

The Investment Manager will use both qualitative and quantitative screening methods. Qualitative methods will include analyst discussions, management meetings and review of economic fundamentals and/or sector trends (such as examining GDP, revenue and earnings growth against expectations). Quantitative methods to identify candidates for further in-depth research will include convertible bond modelling (modelling upside versus downside risk), fundamental company analysis and comparisons of company ratios to peers to examine credit quality and the anticipated convertible return.

In-depth analysis will focus on fundamental credit and equity analysis which seeks to identify the catalysts for movements in the prices of credit, equity and convertible exposures.

SECURITIES FINANCING TRANSACTIONS AND SWAPS

The Fund may engage in securities financing transactions (stock lending arrangements and repurchase/ reverse repurchase agreements (“SFTs”), subject to the conditions and limits set out in the Central Bank UCITS Regulations and solely for efficient portfolio management purposes) and Swaps (which for this purpose, includes CFDs), as described under “Repurchase / Reverse Repurchase and Stock-Lending Arrangements

for the Purposes of Efficient Portfolio Management” and “Financial Derivative Instruments”. The types of assets that will be subject to securities financing transactions will be equity, convertible and fixed income securities and the underlying asset of an equity swap will be an equity or equity index.

Maximum and Expected Exposure

	<i>Maximum gross exposure</i>	<i>Expected exposure in normal market conditions</i>
SFTs	30% of Net Asset Value	0% of Net Asset Value
Swaps and CFDs	350% of Net Asset Value	0-250% of Net Asset Value

Further details on SFTs are set out in the Prospectus under the headings “Securities Financing Transactions and Swaps”, “Management of Collateral for OTC Financial Derivative Instruments and Techniques for Efficient Portfolio Management” and “Counterparty Selection Process”.

INDEX DERIVATIVES

The Fund may utilise equity swaps for efficient portfolio management and/or investment purposes where the underlying exposure to a listed equity is not possible or cost effective. The underlyings of such equity swaps may include equity indices. Further details on the relevant equity indices will be detailed within the Company’s annual report. When such indices do not comply with the diversification requirements established by the UCITS Regulations, the Fund will apply a “look-through” approach by which the Investment Manager will consolidate the exposure to the constituents of the index with the assets held directly by the Fund to ensure that the Fund meets the risk spreading requirements of the UCITS Regulations. Indices used as the underlying of financial derivative instruments will be rebalanced/adjusted on a periodic basis in accordance with the requirements of the Central Bank, e.g. on a weekly, monthly, quarterly, semi-annual or annual basis. The rebalancing frequency may have an effect on the costs within the relevant index.

FINANCIAL DERIVATIVE INSTRUMENTS

Futures

Exchange traded futures are contracts to buy or sell a standard quantity of a specific asset (or, in some cases, receive or pay cash based on the performance of an underlying asset, instrument or index) at a pre-determined future date and at a price agreed through a transaction undertaken on an exchange.

The Investment Manager may enter into equity and fixed income futures contracts to hedge against changes in the values of underlying equity securities or to hedge against interest rate risk, as well as for investment purposes, as detailed within the Investment Policy.

Forwards

Forward foreign exchange contracts will only be used for hedging purposes (share class hedging as further described below) in accordance with the limits set out by the Central Bank. The Fund will not be leveraged as a result of engaging in forward foreign exchange contracts.

Options

There are two forms of options, put and call options. Put options are contracts sold for a premium that gives one party (the buyer) the right, but not the obligation, to sell to the other party (the seller) of the contract, a specific quantity of a particular product or financial instrument at a specified price. Call options are similar contracts sold for a premium that gives the buyer the right, but not the obligation, to buy from the seller of the option at a specified price. Options may also be cash settled.

Equity and fixed income options may be purchased to hedge against changes in the values of underlying equity securities or to hedge against interest rate risk, as well as for investment purposes, as detailed within the Investment Policy.

The Investment Manager may write covered call options to hedge the Fund's exposure against the convertible bonds and/or equity exposure held within the portfolio. The Investment Manager will not write uncovered call options.

Swaps

A swap is a derivative in which counterparties exchange cash flows of one party's financial instrument for those of the other party's financial instrument. The benefits in question depend on the type of financial instruments involved.

Swaps on equities, convertible bonds and fixed income securities may be used to hedge changes in the values of underlying equity securities or to hedge against credit risk, as well as for investment purposes, as detailed within the Investment Policy.

Contracts for Difference

A CFD is an agreement to pay out cash on the difference between the starting share price of an underlying security and the price of the security when the contract is closed. In a long CFD contract, the counterparty agrees to pay the Fund the amount, if any, by which the notional amount of the CFD contract would have increased in value had it been invested in the underlying security or securities, plus any dividends that would have been received on those stocks, and the Fund pays the counterparty the amount of any decrease in the value. In a short CFD contract, the counterparty agrees to pay the Fund the amount, if any, by which the notional amount of the CFD contract would have decreased in value had it been invested in the underlying security or securities, and the Fund pays the counterparty the amount of any decrease in value, plus any dividends that would have been received on the underlying stock.

A CFD may be used to hedge changes in the values of underlying equity securities or to hedge against credit risk, as well as for investment purposes, as detailed within the Investment Policy.

Convertible and Exchangeable Bonds

A convertible bond is a type of bond that the holder can convert into a specified number of shares of common stock in the issuing company. It is a hybrid security with debt and equity-like features. Convertible bonds embed derivatives/leverage.

The Fund may invest in convertible bonds to gain exposure to the upside of the underlying equity whilst gaining downside protection from the bond.

Warrants

A warrant is a security that entitles the holder to buy an underlying security at a fixed exercise price until the expiry date.

Warrants may be used to gain exposure to underlying equities or convertible bonds.

Credit Default Swaps and Credit Default Swap Options

A credit default swap is a financial agreement that the seller of the CDS will compensate the buyer in the event of a loan default or other credit event.

A credit default swap option is an option to enter into a credit default swap to buy protection (payer option) or sell protection (receiver option) as a credit default swap on a specific reference credit with a specific maturity.

Credit defaults swaps and credit default swap options will be used to hedge against credit risk.

INVESTMENT AND BORROWING RESTRICTIONS

The Company is a UCITS and, accordingly, the Fund is subject to the investment and borrowing restrictions set out in the Regulations. These are set out in detail in Appendix II of the Prospectus.

INTEGRATION OF SUSTAINABILITY RISKS WITHIN THE INVESTMENT PROCESS

Sustainability Risks

The following disclosure is provided in accordance with Article 6 SFDR, which requires the Company to disclose the extent to which sustainability risks are integrated into the investment decision making process and the anticipated impacts of those risks on the financial returns of the Fund.

Sustainability risks are defined in the SFDR as environmental, social or governance events or conditions that, if they were to occur, could have actual or potential material negative impacts on the value of the investments of the Fund.

Integration

The Investment Manager integrates sustainability risks within its investment decision making process for the Fund, both at the initial due-diligence stage and as part of its ongoing monitoring.

Prior to investing in a security, the Investment Manager considers the sustainability risks posed to the issuer of the security by evaluating the sum of the environmental, social or governance risks it faces.

From an environmental perspective, the Investment Manager will evaluate the potential impact of climate change on the issuer's infrastructure and customer base, the issuer's reliance on greenhouse gases as a source of fuel, the issuer's investment in new technologies or infrastructure that may increase or decrease the issuers' reliance on greenhouse gases and unclean fuels or increase the intensity of its use of natural resources and the issuer's reliance on materials that have a negative environmental impact.

From a social perspective, the Investment Manager will evaluate the issuer's performance on current reporting, such as employee diversity reporting and pay gap reporting, the extent of the policies and procedures that the issuer has in place designed to ensure fair employee treatment (such as grievance or whistleblowing policies), any actions brought against the issuer by its employees or by society and the issuer's approach to social welfare causes.

From a governance perspective, the Investment Manager will evaluate the issuer's adherence to required or optional governance frameworks, the issuer's management of its conflicts of interest, the board structure of the issuer, the issuer's transparency in terms of its financial and non-financial reporting and the issuer's adherence to internationally accepted financial reporting standards and the policies and procedures of the issuer in relation to matter such as anti-bribery and anti-corruption.

The Investment Manager will consider these risks as an integral part of the financial analysis it undertakes on the issuer and the security and will take a balanced approach with regarding to the merits of investing in the relevant security.

During the period that the Fund holds a security, the Investment Manager will monitor the issuer's exposure to sustainability risks with reference to the risks specifically outlined above, as well as any other sustainability risks that emerge during the holding period of the security and that the Investment Manager considers relevant to the security. Where, in the view of the Investment Manager, the issuer's exposure to sustainability risk greatly increases, this will cause a review of the Fund's position in the security which may or may not cause the Investment Manager to sell the security.

The sustainability risks relating to securities within the investment universe of the Fund are measured with reference to third party data providers ratings of the relevant issuer and by financial modelling.

Impact of Sustainability Risks on the Returns of the Fund

It is anticipated that the occurrence of the sustainability risks could have a low to moderate impact on the financial returns of the Fund. The anticipated impact has been assessed through reference to the collective sustainability rating of the Fund's holdings by third party providers and analysis of the issuers balance sheet.

The Investment Manager acknowledges that the Fund's exposure to sustainability risks is changeable in the current environment and shall keep the Fund's exposure to these risks under periodic review. Where the Investment Manager considers, as a result of such a review, that the Fund's exposure to sustainability risks has materially changed, these disclosures will be updated accordingly.

PRINCIPAL ADVERSE IMPACT REPORTING

As permitted under Article 4 of the SFDR, the Company does not consider the adverse impacts of investment decisions on sustainability factors at an entity level (described in the SFDR as a "principal adverse impact") on the basis that it is not a financial market participant that is required to do so. This is because the Company does not have an average number of employees exceeding 500 during the financial year. The Company may choose at a later date to publish and maintain the consideration of principal adverse impacts of investment decisions on sustainability factors at an entity level.

DISCLOSURE PURSUANT TO THE TAXONOMY REGULATION

This Fund does not have as its objective sustainable investment, nor does it promote environmental or social characteristics. As a result, the Fund does not fall within the scope of Regulation (EU) 2020/852 of the European Parliament and of the Council on the establishment of a framework to facilitate sustainable investment. The investments underlying this fund do not take into account the EU criteria for environmentally sustainable economic activities.

MANAGEMENT AND ADMINISTRATION

Detailed descriptions of the Directors and service providers to the Company are set out in the Prospectus.

Investment Manager

Polar Capital LLP has been appointed as Investment Manager (the “Investment Manager”) to the Company. The managers at Polar Capital LLP with prime responsibility for the Fund are David Keetley, Steve McCormick and David Sugarman.

David Keetley – Fund Manager

David is an experienced convertible bond specialist, having spent 31 years in the asset class in both investment banking and investment management. He joined Polar Capital in October 2010 as a fund manager. Prior to joining Polar, David was joint CEO of Vicis Capital (UK) Ltd., which he joined in 2006 to establish and manage the international convertible portfolio of the Vicis Capital associated \$5 billion New York based hedge fund. David started his career at Salomon Brothers International and moved to Bii (a subsidiary of BNP Paribas) in 1987, where he first started managing convertible portfolios. He joined Schroders in 1996 and Citigroup in 2000 (post the Citi takeover of Schroder Investment Bank), where his team became the no.1 ranked convertible origination and trading team in London. In 2002 he returned to managing convertible portfolios and in 2004 established and subsequently managed the ORN Capital Convertible Fund. David graduated with an honours degree in Civil Engineering from University of Glasgow and is a Fellow of the Chartered Institute for Securities and Investment.

Stephen McCormick – Fund Manager

Steve is a seasoned convertible bond specialist, having spent 31 years in the asset class in both investment banking and investment management. Steve joined Polar Capital in October 2010 as a fund manager. Prior to joining Polar, Steve was with Vicis Capital, a \$5 billion New York based hedge fund, where he was responsible for managing the US convertible portfolio. Steve began his career in 1986 at New York based Tucker Anthony. In 1992 Steve moved to San Francisco based Hambrecht & Quist, just as the IT and healthcare sectors began utilizing the convertible asset class. Steve then moved to help start Forum Capital, a convertible research and trading boutique, where he was named partner. He later joined Paine Webber in 1994 where he went on to manage the convertible desk. When UBS bought Paine Webber in 1998 Steve moved to Morgan Stanley which consistently retained the number 1 ranking in convertible trading and underwriting. In 2005 Steve would leave the sell-side to establish and manage Valmiki Capital. In 2006 Steve and his three-person team moved to Moore Capital where they managed a portfolio in excess of \$1 billion. Steve received a Bachelor of Science degree in Finance from Providence College.

David Sugarman – Head of Credit and Convertible Research

David Sugarman is an experienced convertible bond professional with over 16 years of experience within the asset class. David joined Polar Capital as Head of Convertible and Credit research in January 2011. Prior to this, David worked for CQS – then a \$10 billion hedge fund – where he was a Fund Manager co-responsible for the US convertible arbitrage book. David began his career with Barclays Capital where he was in charge of US proprietary convertible bond trading. David is trained as an economist, having graduated with a BA in Economics Magna cum Laude from Bowdoin College and an MA in International Economics from Columbia University. David also holds an MBA from Columbia University.

Administrator and Depositary

The administrator, registrar, transfer agent and secretary to the Company is Northern Trust International Fund Administration Services (Ireland) Limited.

The Depositary of the Company's assets is Northern Trust Fiduciary Services (Ireland) Limited.

VALUATION OF ASSETS

The Net Asset Value of the Fund and the Net Asset Value attributable to the Share Classes, as at each Valuation Point, will be calculated by the Administrator in accordance with the requirements of the Articles and full details are set out under the heading "Statutory and General Information" in the Prospectus. The Net Asset Value of the Fund will be expressed in US dollars. The Net Asset Value as at the Valuation Point on a Dealing Day will be calculated by the Administrator the next Business Day and will normally be available by 5pm (Irish Time) the next Business Day.

The value of instruments or securities which are quoted, listed or dealt in on a Regulated Market shall (save in certain specific cases as further detailed in the Articles and the Prospectus) be the last traded price on such Regulated Market as at the Valuation Point, or the mid-price where no trades occurred on such day. Further details are set out in the Articles of Association and in the Prospectus under the heading of "Statutory and General".

DIVIDEND POLICY

It is not the current intention to pay dividends in respect of the Accumulation Share Classes.

UK "OFFSHORE FUNDS" REGIME

For the purposes of the provisions of UK tax legislation concerning investment in arrangements that are "offshore funds" for UK tax purposes, each Share Class will separately represent such an "offshore fund". In order to protect the position of Shareholders within the scope of UK taxation, the Directors intend that the Company will elect for each Share Class to be treated as a "reporting fund" under those provisions for each of the Fund's accounting periods. On the assumption that the UK tax authorities accept that election, the treatment of each Share Class as a "reporting fund" should mean that any gain accruing to a Shareholder within the scope of UK taxation of chargeable gains on the sale, redemption or other disposal of Shares will be treated, subject to the Shareholder's individual circumstances, as a capital gain rather than as income.

The status of each Share Class as a "reporting fund" will not be dependent on the Fund's distributing any particular part of its income to Shareholders (as was the case under the provisions, commonly known as the "distributor status" rules, in force prior to the commencement of the "reporting funds" regime). Instead, a

Shareholder who is within the scope of UK income taxation will generally be liable, subject to the Shareholder's individual circumstances, to UK income tax or corporation tax on the excess (if any) of the Shareholder's pro rata share of the Fund's "reportable income" for an accounting period over the amount of any dividend payment made to the Shareholder by the Fund in respect of that accounting period.

The Fund's "reportable income", for this purpose, means, broadly, the income shown in the Fund's accounts for an accounting period, subject to the addition of certain sums to the Fund's accounts income in specified circumstances (such as where the Fund invests in other entities which constitute "offshore funds" for UK tax purposes).

HEDGED CLASSES

The Class I Hedged Sterling Accumulation Share Class and the Class S Hedged Sterling Accumulation Share Class are denominated in British pounds, and the Class I Hedged Euro Accumulation Share Class and the Class S Hedged Euro Accumulation Share Class are denominated in Euro, whereas the base currency of the Fund is the US dollar. The Fund will enter into FX transactions in order to hedge the currency exposure of the assets of the Fund attributable to a particular Class into the currency of denomination of the relevant Class. Any financial instruments used to implement such strategies with respect to one or more Classes shall be assets or liabilities of the Fund as a whole but will be attributable to the relevant Class(es) and the gains or losses on and the costs of the relevant financial instruments will accrue solely to the relevant Class. Any currency exposure of a Class may not be combined with or offset against that of any other Class of a Fund. The currency exposure of the assets attributable to a Class may not be allocated to other Classes. A Class will not be leveraged as a result of currency hedging transactions.

Where the Company seeks to hedge against currency fluctuations at Class and/or portfolio level, while not intended, this could result in over-hedged or under-hedged positions due to external factors outside the control of the Company. However over-hedged positions will not exceed 105% of the Net Asset Value and under-hedged positions will not fall short of 95% of the portion of the Net Asset Value of the Class which is to be hedged against currency risk. Hedged positions will be reviewed daily to ensure that over-hedged or under-hedged positions do not exceed/fall short of the permitted levels outlined above. This review will also incorporate a procedure to ensure that under-hedged positions and positions materially in excess of 100% of Net Asset Value of the Class will not be carried forward from month to month. To the extent that hedging is successful (there can be no guarantee that if hedging is undertaken how successful this will be) for a particular Class the performance of the Class is likely to move in line (subject to interest rate differentials) with the performance of the underlying assets with the result that investors in that Class will not gain if the Class currency falls against the Base Currency and/or the currency in which the assets of the Fund are denominated.

MINIMUM SUBSCRIPTION AND MINIMUM HOLDING

Class I US Dollar Accumulation Shares, the Class I Hedged Sterling Accumulation Shares and the Class I Hedged Euro Accumulation Shares.

Subject to the discretion of the Company and the Investment Manager (taking into account applicable local regulations), the Class I Shares are for institutional investors or intended for providers of advisory services or discretionary investment management who:

- I. provide advisory services or discretionary investment management; or

- II. have separate fee arrangements with their clients and do not receive or retain trailer fees or any other fee, rebate or payment from the Fund in relation to those services and activities.

There is no minimum subscription or minimum holding requirement for the Class I US Dollar Accumulation Shares, the Class I Hedged Sterling Accumulation Shares and the Class I Hedged Euro Accumulation Shares.

Class S US Dollar Accumulation Shares, the Class S Hedged Sterling Accumulation Shares and the Class S Hedged Euro Accumulation Shares.

The Class S Shares will only be available to investors who hold at least 5 million US dollars in the Share Class (subject to the discretion of the Directors to determine otherwise).

It is intended that the Class S Shares will be closed to new investors upon the receipt of subscription monies into the Fund totalling 100 million US dollars (subject to the discretion of the Directors to determine otherwise).

Following the closing of Class S Shares to new investors, existing holders of Class S Shares may continue to subscribe for Class S Shares *provided* that they do not, at any point, redeem their holding of Class S Shares such that the value of Class S Shares held by them is less than the minimum holding requirement of 5 million US dollars (subject to the discretion of the Directors to determine otherwise). Any holder of Class S Shares who redeems their holding below the minimum holding requirement will not be permitted to subscribe for Class S Shares at a future date.

The Class S US Dollar Accumulation Shares, the Class S Hedged Sterling Accumulation Shares and the Class S Hedged Euro Accumulation Shares are each subject to a minimum subscription and minimum holding requirement of 5 million US dollars (or its foreign currency equivalent).

The aggregate of an investor's investments in the Class I Shares, or any other Share Class(es) that may be established in the future, may be taken into account for the purpose of satisfying the minimum subscription requirement should an investor wish to switch Share Classes in accordance with the switching provisions set out below.

SUBSCRIPTIONS

Procedure

Before applying for Shares, applicants must first open an account by completing an account opening form and sending this, and such other papers (including documentation relating to money laundering prevention checks) as may be required by the Company or its delegate, to the Administrator.

Once the applicant has received confirmation from the Administrator that its account has been opened and the applicant has received its account number, the applicant can subscribe for Shares by completing the application form prescribed by the Directors in relation to the Fund ("**Application Form**"). Application Forms shall (save as determined by the Company) be irrevocable.

Applicants are required to obtain a copy of the Key Investor Information Document for the Fund and its Share Classes prior to subscribing to the Fund. Applicants will be required to represent (which representation will form part of the Application Form) that they have received a copy of the relevant Key Investor Information Document in paper or electronic form. The Key Investor Information Document(s) will be available at www.polarcapital.co.uk.

Applicants for Shares must send their completed Application Form by post, facsimile or by electronic means as may be agreed with the Administrator, provided such means are in accordance with the requirements of the Central Bank, so as to be received by the Administrator no later than 3.00pm (Irish Time) on the relevant Dealing Day. If the application is received after the designated time it will be held over until the following Dealing Day and Shares will then be issued at the subscription price in respect of that Dealing Day. Subscription monies must be received no later than three Business Days following the relevant Dealing Day.

Shares in the Company will only be issued to an investor when full supporting documentation in relation to anti-money laundering prevention checks has been received to the satisfaction of the Company and the Administrator.

Subsequent applications to purchase Shares following the initial subscription may be made to the Administrator (subject to an investor having received a copy of the relevant Key Investor Information Document in paper or electronic form) by post, facsimile, by electronic means, provided such means are in accordance with the requirements of the Central Bank, or telephone order, and such applications should contain such information as may be specified from time to time by the Directors or their delegate.

All subscriptions will be dealt with on a forward pricing basis, i.e. by reference to the subscription price (as determined below) for Shares as at the Valuation Point on the relevant Dealing Day.

Amendments to a Shareholder's registration details and payment instructions will only be made following receipt of original written instructions from the relevant Shareholder.

The subscription price per Share shall be ascertained by:

- (a) determining the Net Asset Value attributable to the relevant class of Shares calculated in respect of the relevant Valuation Point on the relevant Dealing Day and adding thereto such sum as the Directors may consider represents an appropriate figure for Duties and Charges;
- (b) dividing the amount calculated under (a) above by the number of Shares of the relevant class of the Fund in issue at the relevant Valuation Point; and
- (c) adjusting thereto such amount as may be necessary to round the resulting amount to the nearest two decimal places.

The latest subscription price for Shares will be available during normal business hours every Business Day at the office of the Administrator or at <https://ucitsfunds.polarcapital.co.uk/>. Subscription prices posted on the internet will be kept up-to-date.

All Shares will be registered and will be issued in inscribed form only. Ownership will be evidenced by entry on the Company's register of Shareholders and ownership confirmation will be issued to Shareholders.

Fractions of the Shares will, if necessary, be issued to three decimal places. If an applicant requests a whole number of Shares, subscription monies in excess of the amount needed to purchase the Shares will be retained by the Company for the benefit of the Fund.

The Company reserves the right to reject any application in whole or in part at its absolute discretion, in which event the amount paid on application or the balance thereof (as the case may be) will be returned (without interest) as soon as practicable (in the designated currency of the relevant Share Class) at the risk and cost of the applicant.

The Administrator will issue a written confirmation to successful applicants confirming ownership. Once completed applications have been received by the Administrator, they are irrevocable (unless otherwise agreed by the Directors).

Applications for Shares may be refused, and Shares will not be issued until receipt of notification that an applicant's funds have been cleared in the full amount of any subscription. Shares are deemed to be issued on the relevant Dealing Day.

An initial fee of up to 5% of the subscription price be payable by applicants for Shares. This fee will be payable at least to the extent that the fees and/or expenses of intermediaries need to be met but may otherwise be waived if and to such extent as the Directors may determine.

The Directors reserve the right from time to time to resolve to close the Fund to new subscriptions either for a specified period or until they otherwise determine. During any such period, Shares will not be available for subscription.

Subscription Monies

Method of Payment

Subscription payments net of all bank charges should be paid by telegraphic transfer to the bank account specified at the time of dealing (except where local banking practices do not allow electronic bank transfers). Other methods of payment are subject to the prior approval of the Administrator. No interest will be paid in respect of payments received in circumstances where the application is held over until the subsequent Dealing Day.

Currency of Payment

Subscription monies are payable in the designated currency of the relevant Share Class of the Fund.

However, the Company may accept payment in such other currencies as the Investment Manager may agree at the prevailing exchange rate quoted by the Company's bankers. The cost and risk of converting currency will be borne by the applicant.

REDEMPTIONS

Procedure

Every Shareholder will have the right to require the Company to redeem his Shares in the Fund on any Dealing Day (save during any period when the calculation of the Net Asset Value is suspended in the circumstances set out in the Prospectus) on furnishing to the Administrator a redemption request. Shares may be redeemed by written application through the Administrator or by telephone order, or by such other means including facsimile or other electronic means provided that such other means are in accordance with the requirements of the Central Bank.

All redemption requests are dealt with on a forward pricing basis, i.e. by reference to the redemption price for Shares as at the Valuation Point on the relevant Dealing Day.

Redemption requests in respect of the Fund must be received by the Administrator by 3.00pm (Irish time) on the relevant Dealing Day. If the redemption request is received after the designated time it will be treated as a request for redemption on the following Dealing Day and Shares will be redeemed at the redemption price for that day. Shares will be redeemed at the redemption price calculated as at the relevant Dealing Day.

No redemption payment will be made from an investor's holding until the original Application Form and all documentation required by the Administrator (including any documents in connection with anti-money laundering procedures) has been received from the investor and the anti-money laundering procedures have been completed. Any withheld redemption proceeds will be held in a non-interest-bearing account until receipt of the original Application Form and all documentation required by the Administrator (including any documents in connection with anti-money laundering procedures).

Redemption requests shall (save as determined by the Directors) be irrevocable and may be sent by facsimile at the risk of the relevant Shareholder.

In the case of a partial redemption of a Shareholder's holding, the Administrator will advise the Shareholder of the remaining Shares held by him.

Redemption Price

The redemption price per Share shall be ascertained by:

- (a) determining the Net Asset Value attributable to the relevant class of Shares as at the relevant Valuation Point and deducting there from such sums as the Directors may consider represents an appropriate provision for Duties and Charges;
- (b) dividing the amount calculated under (a) above by the number of Shares of the relevant class of the Fund in issue at the relevant Valuation Point; and
- (c) adjusting thereto such amount as may be necessary to round the resulting sum to the nearest two decimal places.

The latest redemption price for Shares will be available during normal business hours every Business Day at the office of the Administrator or at <https://ucitsfunds.polarcapital.co.uk/>. Redemption prices posted on the internet will be kept up-to-date.

Fractions

Apart from circumstances in which a Shareholder is redeeming their entire holding of Shares in the Fund:

- (a) fractions of Shares will be issued where any part of the redemption monies for Shares represents less than the redemption price for one Share, provided however that fractions shall not be less than 0.001 of a Share; and

- (b) redemption monies representing less than 0.001 of a Share will not be returned to a Shareholder but will be retained by the Company for the benefit of the Fund.

Method of Payment

Redemption payments will be made by electronic transfer to the bank account detailed on the Application Form or as subsequently notified to the Administrator in writing, at the risk and expense of the Shareholder.

Currency of Payment

Shareholders will normally be repaid in the designated currency of the relevant Share Class.

Timing of Payment

Redemption proceeds in respect of Shares will be paid within four Business Days after the relevant Dealing Day provided that all the required documentation has been furnished to and received by the Administrator. Redemption payments will not be paid to any party other than the redeeming Shareholder.

In the case of a partial redemption of a Shareholder's holding, the Administrator will advise the Shareholder of the remaining Shares held by him.

Compulsory Redemption

The Company shall have the right to redeem compulsorily any Share at the redemption price or to require the transfer of any Share to a Qualified Holder if in their opinion (i) such Share is held by a person other than a Qualified Holder; or (ii) where the holding of Shares may result in regulatory, pecuniary, legal, taxation or material administrative disadvantage for the Fund or its Shareholders as a whole.

Deferred Redemptions

Where the Company receives in respect of any Dealing Day requests for redemptions which in the aggregate exceed at least 10% of the total number of Shares in issue in that Fund or exceed at least 10% of the Net Asset Value of the Fund on that Dealing Day, the Directors, if in their sole discretion acting in good faith believe it shall be necessary or desirable in order not to prejudice the interests of the Shareholders not making such request, or on the grounds of liquidity or other like reason, may refuse to redeem any Shares in excess of 10% of the total number of Shares in issue in the Fund or in excess of 10% of the Net Asset Value of the Fund. Any request for redemption on such Dealing Day shall be reduced rateably and the redemption requests shall be treated as if they were received on each subsequent Dealing Day until all the Shares to which the original request related have been redeemed. Shares will be redeemed at the redemption price prevailing on the Dealing Day on which they are redeemed.

SWITCHING

Shareholders of a Class within the Fund (the "Original Class") may switch free of any switching charge to another Class(es) within the Fund (the "New Class") in accordance with the formula and procedures specified below.

Switching may be effected by written application to the Administrator on such switching form as may be prescribed by the Directors.

No switches will be made during any period in which the rights of Shareholders to require the redemption of their Shares are suspended. The general provisions on procedures for redemptions (including provisions relating to the redemption fee) will apply equally to switching. Notice of switching must be received by the Administrator by 3.00pm (Irish time) on the relevant Dealing Day.

The number of Shares to be issued in the New Class will be calculated in accordance with the following formula:

$$A = \frac{B \times C \times D}{E}$$

Where

- A = number of Shares of the New Class to be allocated
- B = number of Shares of the Original Class to be converted
- C = redemption price per Share on the relevant Dealing Day for the Original Class
- D = the currency conversion factor determined by the Administrator
- E = subscription price per Share on the relevant Dealing Day for the New Class

FEES AND EXPENSES

General

The Class of Shares of the Fund on offer pursuant to this Supplement shall bear its attributable proportion of the operating expenses of the Company (including the Fund). These are set out in detail under the heading "Fees and Expenses" in the Prospectus.

Subscription of Shares

A subscription fee of up to 5% of the Net Asset Value per Share may be charged at the Directors' discretion.

Investment Management Fees

Class I US Dollar Accumulation Shares

The investment management fee payable in respect of the Class I US Dollar Accumulation Shares will be accrued daily and will be payable monthly in arrears, equivalent to 1% per annum of the Net Asset Value of the Class I US Dollar Accumulation Shares (before deduction for any accrued performance fees) as at the Valuation Day plus VAT (if any).

Performance Fee

The Investment Manager, in addition to its investment management fee, is entitled to receive (out of the assets of the Fund) a performance fee. The performance fee will accrue on a daily basis and the accrual will be reflected in the Net Asset Value. The performance fee shall be payable annually on the last Dealing Day in December (the "Payment Date") where there is a performance fee payable.

The initial issue price of 100 US dollars shall be taken as the starting price for the calculation of the first performance fee payable. The first performance fee period will be the period commencing on the Business Day immediately following the close of the Initial Offer Period and ending on the Payment Date.

The performance fee as at the Payment Date for the Class I US Dollar Accumulation Shares shall be equal in aggregate to 15% of the amount by which the Net Asset Value per Share of the Class I US Dollar Accumulation Shares exceeds the Net Asset Value per Share of the Class I US Dollar Accumulation Shares at the end of any previous relevant period in which a performance fee was paid after the payment of such performance fee (or the initial issue price if higher) (a "Highwater Mark") multiplied by the weighted average number of the Class I US Dollar Accumulation Shares in issue on each Dealing Day since the last performance fee was paid.

For the purposes of the performance fee calculation, the Net Asset Value per Share of the Class I US Dollar Accumulation Shares shall be calculated before the deduction of any unrealised performance fee.

The performance fee is only payable on the outperformance of the Highwater Mark. If, during a performance fee period, the performance of the Class I US Dollar Accumulation Shares does not exceed the Highwater Mark, no performance fee is payable until such unachieved performance is reclaimed. The initial Highwater Mark is the initial issue price.

The Depositary shall verify the calculation of the performance fee as at each Payment Date.

All performance fee payments shall be subject to the restriction that in paying a performance fee, the Net Asset Value per Share Class at the relevant Payment Date shall not be less than the Net Asset Value per Share Class on the last day that a performance fee was paid.

Where performance fees are payable by the Company, these will be based on net realised and net unrealised gains and losses as at each Payment Date. As a result, performance fees may be paid on unrealised gains which may subsequently never be realised, and the accrual of the performance fees may be the result of market movements rather than due to the performance achieved by the Fund.

Class I Hedged Sterling Accumulation Shares and Class I Hedged Euro Accumulation Shares

The investment management fee in respect of Class I Hedged Sterling Accumulation Shares and Class I Hedged Euro Accumulation Shares (together the "Class I Hedged Shares") will be accrued daily and will be payable monthly in arrears, equivalent to 1% per annum of the Net Asset Value of the Class I Hedged Shares (before deduction of any accrued performance fees) as at the Valuation Day plus VAT (if any).

Performance Fee - Class I Hedged Sterling Accumulation Shares

The Investment Manager, in addition to its investment management fee, is entitled to receive (out of the assets of the Fund) a performance fee. The performance fee will accrue on a daily basis and the accrual will be reflected in the Net Asset Value. The performance fee shall be payable annually on the last Dealing Day in December (the "Payment Date") where there is a performance fee payable.

The initial issue price of 100 British pounds shall be taken as the starting price for the calculation of the first performance fee payable. The first performance fee period will be the period commencing on the Business Day immediately following the close of the Initial Offer Period and ending on the Payment Date.

The performance fee as at the Payment Date for all Class I Hedged Sterling Accumulation Shares shall be equal in aggregate to 15% of the amount by which the Net Asset Value per Share of the Class I Hedged Sterling Accumulation Shares exceeds the Net Asset Value per Share of the Class I Hedged Sterling Accumulation Shares at the end of any previous relevant period in which a performance fee was paid after the payment of such performance fee (or the initial issue price if higher) (a “Highwater Mark”) multiplied by the weighted average number of total Class I Hedged Sterling Accumulation Shares in issue on each Dealing Day since the last performance fee was paid.

For the purposes of the performance fee calculation, the Net Asset Value per Share of Class I Hedged Sterling Accumulation Shares shall be calculated before the deduction of any unrealised performance fee.

The performance fee is only payable on the outperformance of the Highwater Mark. If, during a performance fee period, the performance of the Class I Hedged Sterling Accumulation Shares does not exceed the Highwater Mark, no performance fee is payable until such unachieved performance is reclaimed. The initial Highwater Mark is the initial issue price.

The Depositary shall verify the calculation of the performance fee as at each Payment Date.

All performance fee payments shall be subject to the restriction that in paying a performance fee, the Net Asset Value per Share of Class I Hedged Sterling Accumulation Share at the relevant Payment Date shall not be less than the Net Asset Value per Share of the Class I Hedged Sterling Accumulation Shares on the last day that a performance fee was paid.

Where performance fees are payable by the Company, these will be based on net realised and net unrealised gains and losses as at each Payment Date. As a result, performance fees may be paid on unrealised gains which may subsequently never be realised, and the accrual of the performance fees may be the result of market movements rather than due to the performance achieved by the Fund.

Performance Fee - Class I Hedged Euro Accumulation Shares

The Investment Manager, in addition to its investment management fee, is entitled to receive (out of the assets of the Fund) a performance fee. The performance fee will accrue on a daily basis and the accrual will be reflected in the Net Asset Value. The performance fee shall be payable annually on the last Dealing Day in December (the “Payment Date”) where there is a performance fee payable.

The initial issue price of 100 euros shall be taken as the starting price for the calculation of the first performance fee payable. The first performance fee period will be the period commencing on the Business Day immediately following the close of the Initial Offer Period and ending on the Payment Date.

The performance fee as at the Payment Date for all Class I Hedged Euro Accumulation Shares shall be equal in aggregate to 15% of the amount by which the Net Asset Value per Share of the Class I Hedged Euro Accumulation Shares exceeds the Net Asset Value per Share of the Class I Hedged Euro Accumulation Shares at the end of any previous relevant period in which a performance fee was paid after the payment of such performance fee (or the initial issue price if higher) (a “Highwater Mark”) multiplied by the weighted average number of total Class I Hedged Euro Accumulation Shares in issue on each Dealing Day since the last performance fee was paid.

For the purposes of the performance fee calculation, the Net Asset Value per Share of Class I Hedged Euro Accumulation Shares shall be calculated before the deduction of any unrealised performance fee.

The performance fee is only payable on the outperformance of the Highwater Mark. If, during a performance fee period, the performance of the Class I Hedged Euro Accumulation Shares does not exceed the Highwater Mark, no performance fee is payable until such unachieved performance is reclaimed. The initial Highwater Mark is the initial issue price.

The Depositary shall verify the calculation of the performance fee as at each Payment Date.

All performance fee payments shall be subject to the restriction that in paying a performance fee, the Net Asset Value per Share of the Class I Hedged Euro Accumulation Shares at the relevant Payment Date shall not be less than the Net Asset Value per Share of the Class I Hedged Euro Accumulation Shares on the last day that a performance fee was paid.

Where performance fees are payable by the Company, these will be based on net realised and net unrealised gains and losses as at each Payment Date. As a result, performance fees may be paid on unrealised gains which may subsequently never be realised, and the accrual of the performance fees may be the result of market movements rather than due to the performance achieved by the Fund.

Class S US Dollar Accumulation Shares

The investment management fee payable in respect of the Class S US Dollar Accumulation Shares will be accrued daily and will be payable monthly in arrears, equivalent to 0.75% per annum of the Net Asset Value of the Class S US Dollar Accumulation Shares (before deduction for any accrued performance fees) as at the Valuation Day plus VAT (if any).

Performance Fee

The Investment Manager, in addition to its investment management fee, is entitled to receive (out of the assets of the Fund) a performance fee. The performance fee will accrue on a daily basis and the accrual will be reflected in the Net Asset Value. The performance fee shall be payable annually on the last Dealing Day in December (the "Payment Date") where there is a performance fee payable.

The initial issue price of 100 US dollars shall be taken as the starting price for the calculation of the first performance fee payable. The first performance fee period will be the period commencing on the Business Day immediately following the close of the Initial Offer Period and ending on the Payment Date.

The performance fee as at the Payment Date for the Class S US Dollar Accumulation Shares shall be equal in aggregate to 15% of the amount by which the Net Asset Value per Share of the Class S US Dollar Accumulation Shares exceeds the Net Asset Value per Share of the Class S US Dollar Accumulation Shares at the end of any previous relevant period in which a performance fee was paid after the payment of such performance fee (or the initial issue price if higher) (a "Highwater Mark") multiplied by the weighted average number of the Class S US Dollar Accumulation Shares in issue on each Dealing Day since the last performance fee was paid.

For the purposes of the performance fee calculation, the Net Asset Value per Share of the Class S US Dollar Accumulation Shares shall be calculated before the deduction of any unrealised performance fee.

The performance fee is only payable on the outperformance of the Highwater Mark. If, during a performance fee period, the performance of the Class S US Dollar Accumulation Shares does not exceed the Highwater Mark, no performance fee is payable until such unachieved performance is reclaimed. The initial Highwater Mark is the initial issue price.

The Depositary shall verify the calculation of the performance fee as at each Payment Date.

All performance fee payments shall be subject to the restriction that in paying a performance fee, the Net Asset Value per Share of Class S US Dollar Accumulation Shares at the relevant Payment Date shall not be less than the Net Asset Value per share of the Class S US Dollar Accumulation Shares on the last day that a performance fee was paid.

Where performance fees are payable by the Company, these will be based on net realised and net unrealised gains and losses as at each Payment Date. As a result, performance fees may be paid on unrealised gains which may subsequently never be realised, and the accrual of the performance fees may be the result of market movements rather than due to the performance achieved by the Fund.

Class S Hedged Sterling Accumulation Shares and Class S Hedged Euro Accumulation Shares

The investment management fee in respect of the Class S Hedged Sterling Accumulation Shares and Class S Hedged Euro Accumulation Shares (together the "Class S Hedged Shares") will be accrued daily and will be payable monthly in arrears, equivalent to 0.75% per annum of the Net Asset Value of the Class S Hedged Shares (before deduction of any accrued performance fees) as at the Valuation Day plus VAT (if any).

Performance Fee - Class S Hedged Sterling Accumulation Shares

The Investment Manager, in addition to its investment management fee, is entitled to receive (out of the assets of the Fund) a performance fee. The performance fee will accrue on a daily basis and the accrual will be reflected in the Net Asset Value. The performance fee shall be payable annually on the last Dealing Day in December (the "Payment Date") where there is a performance fee payable.

The initial issue price of 100 British pounds shall be taken as the starting price for the calculation of the first performance fee payable. The first performance fee period will be the period commencing on the Business Day immediately following the close of the Initial Offer Period and ending on the Payment Date.

The performance fee as at the Payment Date for all Class S Hedged Sterling Accumulation Shares shall be equal in aggregate to 15% of the amount by which the Net Asset Value per Share of Class I Hedged Sterling Accumulation Shares exceeds the Net Asset Value per Share of the Class S Hedged Sterling Accumulation Shares at the end of any previous relevant period in which a performance fee was paid after the payment of such performance fee (or the initial issue price if higher) (a "Highwater Mark") multiplied by the weighted average number of total Class S Hedged Sterling Accumulation Shares in issue on each Dealing Day since the last performance fee was paid.

For the purposes of the performance fee calculation, the Net Asset Value per Share of the Class S Hedged Sterling Accumulation Shares shall be calculated before the deduction of any unrealised performance fee.

The performance fee is only payable on the outperformance of the Highwater Mark. If, during a performance fee period, the performance of the Class S Hedged Sterling Accumulation Shares does not exceed the Highwater Mark, no performance fee is payable until such unachieved performance is reclaimed. The initial Highwater Mark is the initial issue price.

The Depositary shall verify the calculation of the performance fee as at each Payment Date.

All performance fee payments shall be subject to the restriction that in paying a performance fee, the Net Asset Value per Share of the Class S Hedged Sterling Accumulation Share at the relevant Payment Date shall not be less than the Net Asset Value per Share of the Class S Hedged Sterling Accumulation Share Class on the last day that a performance fee was paid.

Where performance fees are payable by the Company, these will be based on net realised and net unrealised gains and losses as at each Payment Date. As a result, performance fees may be paid on unrealised gains which may subsequently never be realised, and the accrual of the performance fees may be the result of market movements rather than due to the performance achieved by the Fund.

Performance Fee - Class S Hedged Euro Accumulation Shares

The Investment Manager, in addition to its investment management fee, is entitled to receive (out of the assets of the Fund) a performance fee. The performance fee will accrue on a daily basis and the accrual will be reflected in the Net Asset Value. The performance fee shall be payable annually on the last Dealing Day in December (the "Payment Date") where there is a performance fee payable.

The initial issue price of 100 euros shall be taken as the starting price for the calculation of the first performance fee payable. The first performance fee period will be the period commencing on the Business Day immediately following the close of the Initial Offer Period and ending on the Payment Date.

The performance fee as at the Payment Date for all Class S Hedged Euro Accumulation Shares shall be equal in aggregate to 15% of the amount by which the Net Asset Value per Share of the Class S Hedged Euro Accumulation Shares exceeds the Net Asset Value per Share of the Class S Hedged Euro Accumulation Shares at the end of any previous relevant period in which a performance fee was paid after the payment of such performance fee (or the initial issue price if higher) (a "Highwater Mark") multiplied by the weighted average number of total Class S Hedged Euro Accumulation Shares in issue on each Dealing Day since the last performance fee was paid.

For the purposes of the performance fee calculation, the Net Asset Value per Share of Class S Hedged Euro Accumulation Shares shall be calculated before the deduction of any unrealised performance fee.

The performance fee is only payable on the outperformance of the Highwater Mark. If, during a performance fee period, the performance of the Class S Hedged Euro Accumulation Shares does not exceed the Highwater Mark, no performance fee is payable until such unachieved performance is reclaimed. The initial Highwater Mark is the initial issue price.

The Depositary shall verify the calculation of the performance fee as at each Payment Date.

All performance fee payments shall be subject to the restriction that in paying a performance fee, the Net Asset Value per Share of Class S Hedged Euro Accumulation Shares at the relevant Payment Date shall not be less

than the Net Asset Value per Share of the Class S Hedged Euro Accumulation Shares on the last day that a performance fee was paid.

Where performance fees are payable by the Company, these will be based on net realised and net unrealised gains and losses as at each Payment Date. As a result, performance fees may be paid on unrealised gains which may subsequently never be realised, and the accrual of the performance fees may be the result of market movements rather than due to the performance achieved by the Fund.

Establishment Expenses

All fees and expenses relating to the establishment of the Fund (including listing costs), and the fees of the advisers to the Company, who are involved in the establishment of the Fund, will be borne by the Fund and amortised over the first five years of the Fund or such other period as the Directors may determine. If the effect of this accounting treatment becomes material in the future and there is a requirement to write off the amortised balance of establishment and organisational costs, the Directors will reconsider this policy. The establishment expenses are expected to amount to approximately 25,000 US dollars. An element of such establishment costs may be payable to the Investment Manager in respect of costs incurred by the Investment Manager in respect of the establishment of the Fund.

Details of the other fees and expenses relating to the Company and Shareholders are set out in the Prospectus.

RISK FACTORS

Potential investors should consider the general risk factors set out in the Prospectus.