
LETTER TO UNITHOLDERS - FCP ELLIPSIS DISRUPTION CONVERTIBLE FUND

ISIN CODES : YCHF Unit FR0014009MH5 - YEUR Unit FR0014009MG7 - SEUR Unit FR0014009MI3 - SCHF Unit FR0014009MJ1 - IEUR Unit FR0014009MK9 - ICHF Unit FR0014009ML7 - IUSD Unit FR0014009M98 - JEUR Unit FR0014009MA0 - JCHF Unit FR0014009MC6 - JUSD Unit FR0014009MB8 - PEUR Unit FR0014009MD4 - PUSD Unit FR0014009ME2 – Z Unit FR0014009MF9

Paris, 7 February 2024

Dear Sir/Madam,

Thank you for your confidence in the Ellipsis Disruption Convertible Fund.

What changes will your OPC undergo?

The management company has decided to modify your mutual fund by creating five new unit classes and modifying the characteristics of the Y and S unit classes. These changes will come into effect on 12th February 2024.

We would also like to inform you of a change to the benchmark indicators for each unit class, which have been adapted to be understood net of financial management fees as from the next financial year of the FCP, with the exception of the YCHF and YEUR unit classes, which remain unchanged. This change will lead to a potential increase in fees from its effective date, i.e. 1st October 2024.

Please note that the change relating to benchmark indicators and performance fees will apply from 12th February 2024 for unsubscribed unit classes.

The investment strategy and risk/return profile of your fund remain unchanged.

Important information

Changes to the benchmark indicator and its impact on the performance fee are provided for information purposes only, in order to comply with the legal obligation to inform you of such changes at least one month before they take effect.

These changes will appear in the prospectus dated 1st October 2024 only for the SCHF, ICHF, IEUR, IUSD and JEUR unit classes.

When will the operation(s) take place?

The changes to the unit classes will come into force on 5 February 2024.

Changes relating to benchmark indicators and performance fees will come into force on 1^{er} October 2024, with the exception of those applicable to unit classes created or not subscribed, which will come into force on 12th February 2024.

If you do not agree with these changes, you can redeem your units free of charge until 7th March 2024. In any event, you can redeem your units free of charge at any time, as your fund does not charge any redemption fees.

What is the impact of this/these change(s) on the risk/reward profile and/or the risk/return profile of your investment?

- **Change in yield/risk profile:** No
- **Increase in risk profile:** No
- **Potential increase in fees:** Yes, from 1st October 2024 for the SCHF, ICHF, IEUR, IUSD and JEUR unit classes only.
- **Extent of change in risk and reward profile and/or risk/return profile:** Not significant ¹



What impact will these transactions have on your tax situation?

Given the nature of the transaction, there is no particular tax impact.


What are the main differences between the fund / SICAV in which you currently hold units or shares and the future fund / SICAV?

Here are the details of the changes made to your investment:

	Before	After
Legal status and investment policy		
Management objective	The objective of the Ellipsis Disruption Convertible Fund is to achieve, over the recommended investment period of 5 years, an average annual performance net of management fees in excess of that of the benchmark money market for the currency of the unit plus 5%, by means of active directional management of international convertible bonds.	<p><i>From 12th February 2024 to 30th September 2024:</i></p> <p>The objective of the Ellipsis Disruption Convertible Fund is to achieve, over the recommended investment period of 5 years, an average annual performance net of management fees in excess of that of the benchmark money market for the unit currency plus 3.1% for the PCHF, PEUR and PUSD unit classes, 3.8% for the JCHF and JUSD unit classes, 4.15% for the SEUR and SUSD unit classes, 4.35% for the Y2CHF, Y2EUR and Y2USD unit classes, 4.85% for the Z unit classes and 5% for the other unit classes, through active directional management of international convertible bonds.</p> <p><i>From 1st October 2024:</i></p> <p>The objective of the Ellipsis Disruption Convertible Fund is to achieve, over the recommended investment period of 5 years, an average annual performance net of management fees in excess of that of the benchmark money market for the currency of the unit plus 5% for unit classes YCHF and YEUR ; 4.85% for unit class Z; 4.35% for unit classes Y2CHF, Y2EUR and Y2USD; 4.15% for unit class S; 4% for unit class I; 3.80% for unit class J; 3.10% for unit class P, through active directional management of international convertible bonds.</p>
Benchmark	The Fund has an absolute performance objective and therefore does not have a single benchmark. Nevertheless, in view of the fund's management objective and although it is not a money market fund, the fund's performance may be compared a posteriori with that of	<p><i>From 12th February 2024 to 30th September 2024:</i></p> <p>The Fund has an absolute performance objective and therefore does not have a single benchmark. Nevertheless, in view of the Fund's management objective and although it is not a money market fund,</p>

¹ This indicator is based on changes in the SRI and, where applicable, the SRRI and changes in the fund's exposure to one or more risk categories.

	<p>the benchmark money market index for the currency of the unit subscribed to, plus 5%, namely: (...)</p>	<p>the Fund's performance may be compared a posteriori with that of the benchmark money market index for the currency of the unit subscribed to, plus 3,1% for the PCHF, PEUR and PUSD unit classes, 3.8% for the JCHF and JUSD unit classes, 4.15% for the SEUR and SUSD unit classes, 4.35% for the Y2CHF, Y2EUR and Y2USD unit classes, 4.85% for the Z unit classes and 5% for the other unit classes, i.e. : (...)</p> <p>From 1st October 2024:</p> <p>The Fund has an absolute performance objective and therefore does not have a single benchmark. Nevertheless, in view of the fund's management objective and although it is not a money market fund, the fund's performance may be compared a posteriori with that of the benchmark money market index for the currency of the unit subscribed to, plus 5% gross, i.e. :</p> <p>Units denominated in EUR :</p> <p>IEUR unit class: €STR capitalised + 4%. JEUR unit class: €STR capitalised + 3.8%. PEUR unit class: €STR capitalised + 3.1%. SEUR unit class: €STR capitalised + 4.15%. Y2EUR unit class: €STR capitalised + 4.35%. YEUR unit class: €STR capitalised + 5%. Z unit class: €STR capitalised + 4.85%.</p> <p>Units denominated in CHF :</p> <p>ICHF unit class: SARON capitalised + 4%. JCHF unit class: SARON capitalised + 3.8%. PCHF unit class: SARON capitalised + 3.1%. SCHF unit class: SARON capitalised + 4.80%. Y2CHF unit class: SARON capitalised + 4.35%. YCHF unit class: SARON capitalised + 5%.</p> <p>Units denominated in USD :</p> <p>IUSD unit class: SOFR capitalised + 4%. JUSD unit class: SOFR capitalised + 3.8%. PUSD unit class: SOFR capitalised + 3.1%. SUSD unit class: SOFR capitalised + 4.80%. Y2USD unit class: SOFR capitalised + 4.35%. YUSD unit class: SOFR capitalised + 5%. (...)</p>
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Fees			
Outperformance fee	<p>I, J, P and S unit classes: Unit classes denominated in EUR: 15% (incl. tax) of the Fund's annual outperformance, net of fees, compared with the capitalised €STR + 5%. CHF-denominated unit classes: 15% (incl. tax) of the fund's annual outperformance, net of fees, compared with the capitalised SARON + 5%. Unit classes denominated in USD: 15% (incl. tax) of the fund's annual outperformance, net of fees, compared with the capitalised SOFR + 5%.</p>	<p>From 12th February 2024 to 30th September 2024:</p> <p>P units: 15% (incl. tax) of the Fund's annual outperformance, net of fees, compared with the capitalised €STR / SARON / SOFR + 3.10%. JCHF and JUSD units: 15% (incl. tax) of the fund's annual outperformance, net of fees, compared with the capitalised SARON / SOFR + 3.80%. SEUR and SUSD units: 15% (incl. tax) of the fund's annual outperformance net of fees compared with the capitalised €STR / SOFR + 4.15%. Y2CHF, Y2EUR and Y2USD units: 15% (incl. tax) of the fund's annual outperformance, net of fees, compared with the capitalised €STR / SARON / SOFR + 4.35%. Other I, JEUR and SCHF units : Unit classes denominated in EUR: 15% (incl. tax) of the Fund's annual outperformance, net of fees, compared with the capitalised €STR + 5%. Unit classes denominated in CHF: 15% (incl. tax) of the fund's annual outperformance, net of fees, compared with the capitalised SARON + 5%.</p>	

		<p>Unit classes denominated in USD: 15% (incl. tax) of the fund's annual outperformance, net of fees, compared with the capitalised SOFR + 5%.</p> <p>From 1st October 2024:</p> <p>PEUR / PCHF / PUSD units: 15% (incl. tax) of annual outperformance net of fees compared with the capitalised €STR / SARON / SOFR + 3.1%.</p> <p>JEUR / JCHF / JUSD units: 15% (incl. tax) of annual outperformance net of fees compared with the capitalised €STR / SARON / SOFR + 3.8%.</p> <p>IEUR / ICHF / IUSD units: 15% (incl. tax) of annual outperformance net of fees compared with the capitalised €STR / SARON / SOFR + 4%.</p> <p>SEUR / SCHF / SUSD units: 15% (incl. tax) of annual outperformance net of fees compared with the capitalised €STR / SARON / SOFR + 4.15%.</p> <p>Y2EUR / Y2CHF / Y2USD units: 15% (incl. tax) of annual outperformance net of fees compared with the capitalised €STR / SARON / SOFR + 4.35%.</p> <p>YEUR / YCHF units: 15% (incl. tax) of annual outperformance net of fees compared with the capitalised €STR / SARON + 5%.</p>	
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Subscription/purchase terms		
Closing/reopening of subscriptions	YEUR / YCHF unit classes: Reserved for entities of the Kepler Cheuvreux Group, UCIs and mandates managed by the management company and its employees.	<p>YEUR / YCHF unit classes: All investors, particularly institutional investors²</p> <p>² Subscription to this class of units will be closed to all new investors once the FCP's assets under management reach €100 million. Only existing investors will then be able to continue to subscribe to this class of units. The Management Company may suspend/reopen this class of units for subscription after informing unitholders in advance by any means (e.g. website).</p>
Increase in the minimum subscription amount	S unit classes: €2,000,000	S unit classes: €10,000,000
Creation of five new units within the existing unit classes	<p>Y2CHF unit class: FR001400NE78</p> <p>Y2EUR unit class: FR001400NE60</p> <p>Y2USD unit class: FR001400MM61</p> <p>SUSD unit class: FR001400MM87</p> <p>PCHF unit class: FR001400MM79</p>	

Key points for investors to bear in mind

This operation will be carried out automatically without any action on your part. If, however, it does not comply with your wishes, you may request the redemption of your units free of charge, in accordance with the provisions set out in this letter and in the fund's prospectus.

We draw your attention to the need and importance of reading the Key Information Document (KID) relating to the mutual fund, a copy of which will be sent to you on request to the registered office of ELLIPSIS ASSET MANAGEMENT.

Please visit the management company's website at <https://www.ellipsis-am.com/>.

In addition, we invite you to contact your advisor on a regular basis so that you can assess the suitability of your investments, particularly in the absence of any advice on this transaction.

Should you require any further information, please do not hesitate to contact us.

ELLIPSIS ASSET MANAGEMENT