

EAST CAPITAL

Société d'investissement à capital variable

Registered office: 11, rue Sainte-Zithe, L-2763 Luxembourg,
Grand Duchy of Luxembourg
R.C.S. Luxembourg: B 121.268
(the "**Company**")

Notice to shareholders of East Capital New Europe

Luxembourg, 19 February 2025

Dear Shareholder,

Notice is hereby given to you as a shareholder of East Capital New Europe (the "**Receiving Sub-Fund**"), of the decision of the board of directors of the Company (the "**Board of Directors**") to merge the share classes of liquid part of East Capital Eastern Europe (i.e. excluding Q share classes created as a result of the accounting segregation in East Capital Eastern Europe, another sub-fund of the Company) (the "**Merging Classes**") into the Receiving Sub-Fund (the "**Merger**").

The Merger will be affected in accordance with the provisions of article 1(20) a) and Chapter 8 of the Luxembourg law of 17 December 2010 on undertakings for collective investment, as amended.

The Merger will become effective on 31 March 2025 (CET) (the "**Effective Date**").

The Shareholders of the Merging Classes who participate in the Merger will receive, in exchange for their shares in the Merging Classes shares in the Receiving Sub-Fund in accordance with the provisions of the common terms of Merger.

1) Background to and rationale for the Merger

The decision to effect the Merger has been taken as a matter of economic rationalization and is expected to consequently create better conditions in terms of efficiencies and lower overall costs.

The Board is of the opinion that the decision to undertake the Merger is in the best interests of the Shareholders of the Sub-Funds.

2) Impact on the Receiving Sub-Fund

The Merging Classes will transfer their assets and liabilities to the Receiving Sub-Fund on the Effective Date. Shareholders of the Merging Classes will become shareholders of the Receiving Sub-Fund with effect as from the Effective Date. The Sub-Fund will continue to be managed according to its current investment objective and policy after the Merger. The Board of Directors believes that the Merger should not entail a dilution in performance of the Receiving Sub-Fund.

The transferred investment portfolio of the Merging Classes will be rebalanced before the Merger to align the investment portfolio with the existing investment portfolio of the Receiving Sub-Fund. As part of the Merger, a portion of the rebalancing investment portfolio will be liquidated and held in cash that will then be transferred to the Receiving Sub-Fund on the Effective Date. The Receiving Sub-Fund will allocate such cash according to its investment policy and asset allocation as of the Effective Date.

For avoidance of any doubt, this Merger will not affect the accounting segregation and the Q share classes in the Merging Sub-Fund effective as of 27 September 2023.

East Capital Eastern Europe will have sufficient provisions to cover known liabilities. Any proceeds receivable in respect of the shares of the Merging Classes at the time of the Merger will be included in the calculation of the final net asset value per share of the Merging Classes and will be accounted for after the Merger in the net asset value per share of the Receiving Sub-fund.

3) Impact on the dealing in shares

Dealing in shares in the Receiving Sub-Fund will not be suspended because of the Merger. Shareholders can continue to apply for subscriptions, redemptions and conversions of shares in accordance with the provisions of the prospectus of the Company.

4) Expenses and costs

All costs of the Merger will be borne by the East Capital Asset Management S.A., including legal, accounting, custody and other administrative expenses.

Existing shareholders of the Receiving Sub-Fund have the right to redeem their shares free of charge or to switch into another sub-fund of the Company until 21 March 2025 at the applicable cut-off time stated in the prospectus of the Company.

5) Additional Information

You may obtain copies of the prospectus and the instrument of incorporation of the Company, a copy of the relevant KIDs, a copy of the auditor's report, a copy of the common terms of merger, and a copy of the confirmation statement made by the depositary in respect of the Merger, in each case free of charge, upon written request to the Management Company.

If you have any questions or would like any further information, please contact us at our registered office.

On behalf of the Board of Directors