

Изх. номер: И – КБС- 56/31.01.2023 г.

Dear customers,

**You are receiving this notice because you hold units in a fund, sub-fund, funds or sub-funds that are subject to a pending transformation.**

**If you hold units in any of the receiving Sub-Funds, no further action is required - the receiving Sub-Fund is not changing its investment policy or features.**

**If you hold units in more than one fund or sub-fund, you may receive this letter more than once.**

Since the start of its operations in 2006, the mission of the people behind KBC Investment Management EAD (under its former name Raiffeisen Asset Management Bulgaria EAD) has been to provide quality investment solutions to its clients in Bulgaria. Today, the company is already part of the large KBC Group, a market share leader among Bulgarian funds and a group known as a leading innovator, confidently applying its customer-centric approach.

As another step in KBC Asset Management's mission to make investing easy, affordable and comfortable, KBC Investment Management's mutual funds have gone through an evaluation process related to their investment policy and positioning in today's dynamic times.

Markets change, as do investor expectations, and KBC Group's strategies adapt with them. For this purpose, the Board of KBC Investment Management has decided to take the next step by transforming through a merger the mutual funds previously managed by KBC Investment Management, in particular the merging of:

1. ["Conservative Fund Bulgaria with ISIN BG9000007062 \(the merging fund\\*\) into UBB Platinum Bulgaria with ISIN BG9000009050 \(receiving sub-fund\)](#)
2. [" Raiffeisen \(Bulgaria\) Active Protection in Euro" with ISINBG9000013094 \(the merging fund\\*\) into "UBB ExpertEase Defensive Balanced \(EURO\)" with ISINBG9000004218 \(receiving sub-fund\)](#)
3. ["Raiffeisen \(Bulgaria\) Active Protection in Leva" with ISIN BG9000003178 \(the merging fund\\*\) into "UBB ExpertEase Defensive Balanced \(LEVA\)" with ISIN BG9000003210 \(receiving sub-fund\)](#)
4. ["Raiffeisen \(Bulgaria\) Global Mix" with ISIN BG9000002154 \(the merging fund\\*\) into "UBB ExpertEase Defensive Balanced \(EURO\)" with ISIN BG9000004218 \(receiving sub-fund\)](#)
5. ["Raiffeisen \(Bulgaria\) Global Balanced Fund" with ISIN BG9000005173 \(the merging fund\\*\) to " UBB ExpertEase Dynamic Balanced Responsible Investing " with ISIN BG9000003228 \(receiving sub-fund\)](#)
6. ["Raiffeisen \(Bulgaria\) Global Growth Fund" with ISIN BG9000001131 \(the merging fund\\*\) to " UBB ExpertEase Highly Dynamic Tolerant Responsible Investing" with ISIN BG9000001222 \(receiving sub-fund\)](#)

The receiving sub-fund "UBB Platinum Bulgaria" (receiving sub-fund under item 1) follows a balanced strategy by investing in equities, bonds, cash, etc. with a predominant proportion of bonds. The fund follows a global allocation with a focus on Eastern Europe and also includes Bulgarian equities and bonds in its portfolio.

\* A merger fund is the fund that becomes part of the "receiving sub-fund" whereby the investors of the inflowing fund will receive shares of the receiving fund in exchange for their shares of the inflowing fund at a pre-determined exchange ratio.

The UBB ExpertEase receiving Sub-Funds (receiving sub-funds under items 2-6) follow an innovative multi-signal approach based on an actively managed balanced strategy investing in equities, bonds, cash, etc. and following a global allocation. The management approach is flexible, and in uncertain markets the proportion of lower risk assets, including cash and equivalents, can reach as follows: up to 80% for "UBB ExpertEase Defensive Balanced (EURO)" and "UBB ExpertEase Defensive Balanced (LEVA)"; up to 65% for "UBB Expertise Dynamic Balanced Responsible Investing" and up to 30% for "UBB ExpertEase Highly Dynamic Tolerant Responsible Investing".

For more information on the strategy of each of the receiving Sub-Funds, investors can refer to the receiving Fund's Key Information Document and Prospectus, which can be obtained from a branch of KBC Bank Bulgaria EAD, a branch of UBB AD, and can also be read on the websites of UBB Asset Management - <https://ubbam.bg> and UBB AD's Savings and Investments section - <https://www.ubb.bg>.

The costs of the transformation will be borne entirely by KBC Asset Management N.V. - Branch.

Please refer to the "Information for Unitholders" in which we have provided a detailed description of the changes for Unitholders of each of the converting Funds, including benefits, costs and risk profile. The "Information for Unitholders" document can be found at [www.ubbam.bg](http://www.ubbam.bg), under "News" and at <https://www.kbcinvestment.bg/bg/news-and-media-centre/> and can be downloaded electronically as a PDF file. Further information on the transformation of the funds can also be found at the same addresses. "Information for Unitholders" is also available free of charge in hard copy at all branches of KBC Bank Bulgaria EAD and UBB AD.

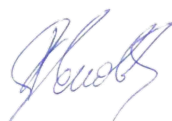
As a valued client of KBC Group, if you believe that the receiving fund does not fully meet your objectives, you can place an order to redeem your units free of charge until 17.03.2023.

If you have any questions, please do not hesitate to contact our specialists who will provide you with further information on the following numbers : for UBB clients - 0700 117 17; for clients of KBC Bank Bulgaria - (02) 91985 500, 0700 10 000 for Vivacom, 17 21 for A1 and Yettel, for contact from abroad: (+359 2) 962 41 02, and at the e-mail address : [info@kbcinvestment.bg](mailto:info@kbcinvestment.bg).

If you do not exercise your right of redemption until 17.03.2023, you should note that after 29.03.2023. your units in the above mentioned converting Funds will be automatically transferred and replaced by units in the receiving Sub-Funds as defined in items 1 to 6 above.

Sincerely,

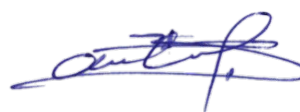
Katina Peycheva



Branch Manager

KBC Asset Management NV – Branch

Hristo Velikov



Member of the Management Board

KBC Investment Management EAD