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**NOTICE TO THE SHAREHOLDERS  
OF NEW MILLENNIUM SICAV (the "Fund")**

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Luxembourg, 2<sup>nd</sup> September 2014

Dear Shareholders,

The board of directors of the Fund (the "**Board**") would like to inform you of certain changes being made to the prospectus of the Fund.

***Capitalised terms not otherwise defined herein have the same meanings as specified therein in the prospectus of the Fund, as amended from time to time (the "Prospectus").***

**1. Amendments to Section I - General Provisions**

The Prospectus has been amended in order to comply with the requirements of CSSF Circular 13/559 (securities lending and requested collateral) and with other elements of the tax regime applicable to US investors or financial instruments (FATCA).

It has also been established that in case of investment restrictions related to the rating, the most favourable rating among the ones issued by different agencies will be taken into account and that in the absence of a specific rating assigned to the issuer, the issue rating will be considered.

The Board has also clarified that unless otherwise specified in the relevant Sub-Fund schedule, where the investment policy of a Sub-Fund provides for the maximum percentage to be invested in securities considered as *non-investment grade*, the minimum rating for direct investment in such securities shall be equal to B-. However a Sub-Fund is allowed, under exceptional circumstances described in the general provisions of the Prospectus, to be invested up to a maximum of 5% of the net asset in bonds with a rating between C and CCC+ and, where the securities have been subject to downgrade, to maintain up to a maximum of 3% of the net asset in securities with a minimum rating equal D.

These exceptions shall only apply to those Sub-Funds where specified in the relevant Sub-Fund's schedule where these exceptions are fully described.

**2. Sub-Fund NEW MILLENNIUM Augustum High Quality Bonds**

The investment policy of the Sub-Fund has been amended so that the breakdown of the investments will now be as follows:

- i. *Mainly bonds issued by Government belonging to the G8 countries and Supranational issuers,*
- ii. *bonds issued by Government not belonging to G8 countries with rating min A-*
- iii. *corporate bonds with rating min A-*

*The investment in bonds issued by countries outside G8 and/or corporate bonds, rated below A-, may not exceed 10% of the net assets of the Sub-Fund;  
Investments in securities not-rated or non-investment grade is not permitted. (...)"*

### **3. Sub-Fund NEW MILLENNIUM - Augustum Corporate Bond**

The investment policy of the Sub-Fund has been amended and the Sub-Fund will now invest in debt securities, such as bonds, both with fixed and floating rates and convertible bonds, issued mainly by European issuers, without any specific focus of the denomination in EURO.

It is specified that the Sub-Fund is allowed, under exceptional circumstances, to be invested up to a maximum of 5% of the net asset in bonds with a rating between C and CCC+ and, where the securities have been subject to downgrade, to maintain up to a maximum of 3% of the net asset in securities with a minimum rating equal D.

### **4. Sub-Fund NEW MILLENNIUM - Augustum Italian Diversified Bond**

The investment policy of the Sub-Fund has been amended so as to bring the investment limit in non-investment grade and not-rated investments to a maximum of 40% instead of 30%.

In addition, regarding the non-investment grade instruments the minimum rating will be B-. It is specified that the Sub-Fund is allowed, under exceptional circumstances, to be invested up to a maximum of 5% of the net asset in bonds with a rating between C and CCC+ and, where the securities have been subject to downgrade, to maintain up to a maximum of 3% of the net asset in securities with a minimum rating equal D.

In addition, the management fees of the Sub-Fund have been increased as follows:

- from 1.20% to 1.30% for the class A and class D shares; and
- from 0.70% to 0.75% for the class I shares.

### **5. Sub-Fund NEW MILLENNIUM - Augustum Absolute Alpha**

The investment policy of the Sub-Fund has been amended to specify that direct Investment in bonds will concern primarily investment grade *instruments* (rather than issuers) although a residual investment in non-investment grade and not-rated *instruments* (rather than issuers) is allowed with adequate diversification (...).

In respect to the investment policy of the Sub-Fund, the restriction according to which the investment in non-investment grade issuers shall be restricted to issuers having a minimum rating of BB-, has been deleted.

### **6. Sub-Fund NEW MILLENNIUM - Total Return Flexible**

The investment policy of the Sub-Fund has been amended so as to increase the limit of investments allowed in not-rated and non-investment grade securities from 10% to 25% of the net asset value.

It is specified that the Sub-Fund is allowed, under exceptional circumstances, to be invested up to a maximum of 5% of the net asset in bonds with a rating between C and CCC+. Downgraded instruments that reach a rating between C and CCC+ shall also be taken into account for the purposes of calculating the above 5% limit.

In addition, Class "I" reserved for Institutional Investors only, will be launched with minimum Initial subscription amount of 25.000 EUR and initial price of 100 EUR. The Initial Subscription Offer has not been fixed yet; it will be decided by resolution of the Board of Directors and it will be published on the website [www.newmillenniumsicav.com](http://www.newmillenniumsicav.com)

The management fee of this Class is 0.65% per year of the net assets.

The performance fee for the class A and class I shares has also been changed as follows:

Previous performance fee	New performance fee
15% of the excess return over the EURIBOR 6 months Index+ 300 bps	10% of the excess return over the EURIBOR 6 months Index + 200 bps

## **7. Sub-Fund -NEW MILLENNIUM – Q7 Globalflex**

It has been clarified that regarding the non-investment grade instruments the minimum rating of the investments will be B-. It is specified that the Sub-Fund is allowed, under exceptional circumstances, to be invested up to a maximum of 5% of the net asset in bonds with a rating between C and CCC+ and, where the securities have been subject to downgrade, to maintain up to a maximum of 3% of the net asset in securities with a minimum rating equal D. Downgraded instruments that reach a rating between C and CCC+ shall also be taken into account for the purposes of calculating the above 5% limit.

## **8. Sub-Fund - NEW MILLENNIUM VolActive**

The investment policy of the Sub-Fund has been amended so that investments in non-investment grade instruments are now allowed up to 35% of the Sub-Fund's net asset value. – It is specified that the Sub-Fund is allowed, under exceptional circumstances, to be invested up to a maximum of 5% of the net asset in bonds with a rating between C and CCC+. Downgraded instruments that reach a rating between C and CCC+ shall also be taken into account for the purposes of calculating the above 5% limit.

In addition, the leverage (calculated as the sum of notionals) is not expected to exceed 400% instead of the previous 200%

## **9. Sub-Fund – NEW MILLENNIUM Large Europe Corporate**

It is specified that the Sub-Fund is allowed, under exceptional circumstances, to be invested up to a maximum of 5% of the net asset in bonds with a minimum rating between C and CCC+. Downgraded instruments that reach a rating between C and CCC+ shall also be taken into account for the purposes of calculating the above 5% limit.

## **10. Sub-Fund – NEW MILLENNIUM Balanced World Conservative**

It is specified that the Sub-Fund is allowed, under exceptional circumstances, to be invested up to a maximum of 5% of the net asset in bonds with a rating between C and CCC+. Downgraded instruments that reach a rating between C and CCC+ shall also be taken into account for the purposes of calculating the above 5% limit.

## **11. Sub-Fund – NEW MILLENNIUM Inflation Linked Bond Europe**

The Board would like to inform you that the reference to the benchmark BOT Index (ITGCBOTG) in the performance fee of the Sub-Fund has now been switched to a reference to the BOT Index (MTSIBOT5) to reflect the change of ticker of such index. This change does not have any impact on the calculation of the performance fee amount of the Sub-Fund

# NEW MILLENNIUM

SOCIÉTÉ D'INVESTISSEMENT À CAPITAL VARIABLE

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Shareholders who do not agree with the changes contemplated under items from 1. to 10. above, have the right – upon written request to be delivered to the Fund – to redeem their shares free of any fees or charges within the 10<sup>th</sup> October 2014.

The above mentioned changes as well as other minor changes will be reflected in the updated version of the Prospectus dated October 13, 2014, a copy of which is available upon request at the registered office of the Fund and is also available on the website [www.newmillenniumsicav.com](http://www.newmillenniumsicav.com)

The Board of Directors of New Millennium

  
NEW MILLENNIUM

Alberto Alfiero

*Chairman*