

## NOTICE TO THE SHAREHOLDERS OF

### NEW MILLENNIUM SICAV (the Fund)

Luxembourg, 14 August 2017

Dear Shareholders,

The board of Directors ("Board") of NEW MILLENNIUM SICAV (the "Fund") wishes to inform you, in your capacity as shareholder of the Fund, of a series of changes regarding certain Sub-Funds and the Prospectus.

#### 1. Delegation of the day to day management of the portfolio of the subfund named NEW MILLENNIUM – MULTI ASSET OPPORTUNITY

The Fund and its Management Company (NATAM Management Company S.A.) will delegate the day to day management of the portfolio of the Sub fund denominated NEW MILLENNIUM – MULTI ASSET OPPORTUNITY to the company OPEN CAPITAL PARTNERS SGR in replacement of Banca Finnat S.p.A.

#### 2. Increase of the Investment management Fees of the Class I and Class L of the Sub Fund NEW MILLENNIUM MULTIASSET OPPORTUNITY

As result of the appointment of a new investment manager, outside to the Banca Finnat Group, the following partial increase of the Investment Management fees will occur as follows:

Class of Shares	Old Investment Management fees	New Investment Management fees
Class I	0,9%	1.35%
Class L	1,05%	1.50%

#### 3. Amendments to the Investment Policies of the Sub-fund NEW MILLENNIUM – MULTI ASSET OPPORTUNITY

Current Policy	Future Policy
The exposure to equity markets and commodities will be dynamic and based on the markets expectations and it shall at no point exceed 30% of the net assets. Exposure to commodities will mainly be through ETF UCITS compliant and derivatives on commodities' indices. Such indices will be financial indices within the meaning of	The exposure to equity markets and commodities will be dynamic and based on the markets expectations and it shall at no point exceed <b>40% of the net assets. Exposure to equity markets will be done also through Contracts for Differences ("CFD")</b> Exposure to commodities will mainly be through ETF and <b>eligible ETC not</b>

Article 9 of the Grand Ducal Regulation of 8 February 2008. Commodities will mainly be energy and precious metal and marginally raw materials.

Non investment grade and not rated investments are allowed; the eventual investment in such securities will be residual and it will not exceed 20% of the net assets. Under exceptional circumstances a maximum of 5% of the investments may be made 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.

The financial instruments, denominated in any currencies, can be issued by issuers of any nation but with a minimum exposure of 50% of the net assets in issuers based in Europe.

The use of financial derivatives instruments for investment purposes is allowed on the condition that the global exposure, calculated through the commitment approach (as defined under ESMA guidelines 10/788), does not at any moment exceed 40% of the Sub-Fund's net asset value. The expected leverage (calculated as a sum of notionals) is not expected to exceed 100%.

**embedding derivatives, compliant with art. 2 of the grand-ducal regulation dated 8 February 2008 and article 41 (1) of the 2010 Law** and derivatives on commodities' indices. Such indices will be financial indices within the meaning of Article 9 of the Grand Ducal Regulation of 8 February 2008. Commodities will mainly be energy and precious metal and marginally raw materials.

Non investment grade and not rated investments are allowed; the eventual investment in such securities will be residual and it will not exceed 20% of the net assets. Under exceptional circumstances a maximum of 5% of the investments may be made 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.

The financial instruments, denominated in any currencies, can be issued by issuers of any nation but with a minimum exposure of 50% of the net assets in issuers based in Europe.

The use of financial derivatives instruments for investment purposes is allowed on the condition that the global exposure, calculated through the commitment approach (as defined under ESMA guidelines 10/788), does not at any moment exceed **100%** of the Sub-Fund's net asset value. The expected leverage (calculated as a sum of notionals) is not expected to exceed **200%**.

#### 4. Removal of the application of the High Water Mark principle for the sub-fund NEW MILLENNIUM – MULTI ASSET OPPORTUNITY

The Fund intends to remove the application of the High Water Mark principle for the Sub-fund NEW MILLENNIUM – MULTI ASSET OPPORTUNITY.

Current Policy	Future Policy
<p>By derogation from the general methodology described under paragraph 11 (Investment advice and management delegation and respective fees) to this Prospectus, the Sub-Fund applies the following mechanism for the determination of the performance fees:</p> <p>The performance fees shall be calculated on each Net Asset Value calculation and payable annually to the Management Company and Investment Manager or Investment Advisor (if any) at the beginning of the following period.</p> <p>The Fund will apply at all times the High Water Mark Principle, i.e. no performance fee shall be paid in the case where the Gross Asset Value (the “GAV”) which is the Net asset value per share after deducting all fees and liabilities and the management fee (but not the performance fee) as at the end of the reference period is lower than the highest Net asset value per share calculated as at the end of any preceding period and giving rise to the payment of a performance fee since the first period, or the first Net asset value per share of the first period in which a performance fee was calculated (“High-Water Mark”). The reference period shall start on the 1st January of each year and end on the 31st December.</p> <p>The performances of the Shares are calculated considering the reinvestment of dividends, if any. The performance fee shall be the 20% of the excess return over the following benchmark:</p> <ul style="list-style-type: none"> <li>• 15% MSCI Europe Net Ret Eur Index (MSDEE15N)</li> <li>• 10% MSCI AC World Net Ret Eur Index (NDEEWNR)</li> <li>• 40% Bloomberg Barclays Eur-Agg Govt 3-5 Years TR Index Eur (LEG3TREU)</li> <li>• 25% Bloomberg Barclays Global Agg Corp TR Index Value Hedged Eur (LGCPTRFH)</li> <li>• 10% Bloomberg Barclays 3 month Euribor Swap Index TR Eur (BC3MTREU)</li> </ul>	<p>By derogation from the general methodology described under paragraph 11 (Investment advice and management delegation and respective fees) to this Prospectus, the Sub-Fund applies the following mechanism for the determination of the performance fees:</p> <p>The performance fees shall be calculated on each Net Asset Value calculation and payable annually to the Management Company and Investment Manager or Investment Advisor (if any) at the beginning of the following period.</p> <p><b>No High Water Mark principle is applied to this sub-fund.</b></p> <p>The performances of the Shares are calculated considering the reinvestment of dividends, if any. The performance fee shall be the 20% of the excess return over the following benchmark:</p> <ul style="list-style-type: none"> <li>• 15% MSCI Europe Net Ret Eur Index (MSDEE15N)</li> <li>• 10% MSCI AC World Net Ret Eur Index (NDEEWNR)</li> <li>• 40% Bloomberg Barclays Eur-Agg Govt 3-5 Years TR Index Eur (LEG3TREU)</li> <li>• 25% Bloomberg Barclays Global Agg Corp TR Index Value Hedged Eur (LGCPTRFH)</li> <li>• 10% Bloomberg Barclays 3 month Euribor Swap Index TR Eur (BC3MTREU)</li> </ul> <p>The choice of this Benchmark has been based upon an assessment of coherence between the index, the investment objective and strategy of the Sub-Fund and its expected risk and return profile.</p> <p>The performance fee is applied to the smallest value between the total net assets of the Sub-Fund at the calculation day and the average total net Assets of the Sub-Fund during the reference period.</p> <p>The reference period shall start on the 1st January of each year and end on the 31st December of the same year. The performance</p>

The choice of this Benchmark has been based upon an assessment of coherence between the index, the investment objective and strategy of the Sub-Fund and its expected risk and return profile.

The performance fee is applied to the smallest value between the total net assets of the Sub-Fund at the calculation day and the average total net Assets of the Sub-Fund during the reference period.

The reference period shall start on the 1st January of each year and end on the 31st December of the same year. The performance fees are submitted to the occurrence of the following conditions:

- GAV of the Sub-Fund is above HWM
- In the reference period the performance of the Sub-Fund is positive and higher than the performance of the benchmark.

Once verified the above two conditions, a double scenario can raise:

HWM is equal or higher than the NAV as at the end of the previous year: the accrual will be calculated on the difference between the performance of the Sub-Fund and the performance of the benchmark starting on the date the HWM has been beaten. For the Sub-Fund it will be calculated the difference between the GAV and the HWM, for the benchmark it will be calculated the difference between the daily value and the closing price of the day before that on which the HWM was beaten (i.e. if the HWM is beaten on the 20th April, the performance of the benchmark to be considered on the 20th April is the one between the 20th and the 19th April);

- a) HWM is lower than the NAV as at the end of the previous year: the accrual will be calculated on the difference between the performance of the Sub-Fund and the performance of the benchmark over the reference period.

Sample of calculation of the Performance Fees method:

Performance fee (Pf) =  $[(P-PB) \times \min(TNAt; TNAAVG) \times PERC.]$

fees are submitted to the occurrence of the following conditions:

In the reference period the performance of the Sub-Fund is positive and higher than the performance of the benchmark.

Once verified the above condition, **the accrual will be calculated on the difference between the performance of the sub-fund and the performance of the benchmark over the reference period.**

Sample of calculation of the Performance Fees method:

Performance fee (Pf) =  $[(P-PB) \times \min(TNAt; TNAAVG) \times PERC.]$

Where:

Min (TNAt; TNAAVG) = is the lowest between the total net assets of the Sub-Fund at the calculation day and the average total net assets of the reference period.

PERC = is the percentage of performance fee as defined within each Sub-fund Schedule

PB = is the performance of the benchmark during the reference period, expressed in percentage

P = is the performance of the sub-fund during the reference period, expressed in percentage, through the following formula:  $P = ((GAVt / NAVO) - 1) \times 100$ , subject to the following conditions:

$GAVt > NAVO$ ; and

$P > PB$

where:

GAVt = is the Gross Asset Value at the calculation day

**NAVO: Net Asset Value as at the end of the previous year e.g.**

GAVt = 108

NAVO = 105

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SOCIÉTÉ D'INVESTISSEMENT À CAPITAL VARIABLE

Where:	PB = 2%
Min (TNAt; TNAAVG) = is the lowest between the total net assets of the Sub-Fund at the calculation day and the average total net assets of the reference period.	TNAt = 2.000.000 €
PERC = is the percentage of performance fee as defined within each Sub-fund Schedule	TNAAVG = 2.500.000 €
PB = is the performance of the benchmark during the reference period, expressed in percentage	PERC = 20%
P = is the performance of the sub-fund during the reference period, expressed in percentage, through the following formula: $P = ((GAVt / HWM) - 1) \times 100$ , subject to the following conditions:	$P = ((GAVt / NAVO) - 1) \times 100 = ((108 / 105) - 1) \times 100 = 2,86\%$
GAVt > HWM; and	
P > PB	
where:	
GAVt = is the Gross Asset Value at the calculation day	
HWM: is the High-Water Mark, as defined above	
e.g.	
GAVt = 108	
HWMt = 105	
PB = 2%	
TNAt = 2.000.000 €	
TNAAVG = 2.500.000 €	
PERC = 20%	
$P = ((GAVt / HWM) - 1) \times 100 = ((108 / 105) - 1) \times 100 = 2,86\%$	
$Pf = [(P-PB) \times \min(TNAt; TNAAVG) \times PERC.] = [(2.86\%-2\%) \times \min(2.000.000; 2.500.000) \times 20\%] = [(2.86\%-2\%) \times 2.000.000 \text{ €} \times 20\%] = 3.440 \text{ €}$	$Pf = [(P-PB) \times \min(TNAt; TNAAVG) \times PERC.] = [(2.86\%-2\%) \times \min(2.000.000; 2.500.000) \times 20\%] = [(2.86\%-2\%) \times 2.000.000 \text{ €} \times 20\%] = 3.440 \text{ €}$

5. Launch of a new Share Class of the following Sub-Funds NEW MILLENNIUM AUGUSTUM HIGH QUALITY BOND, NEW MILLENNIUM TOTAL RETURN FLEXIBLE and NEW MILLENNIUM AUGUSTUM CORPORATE BOND.

The Fund intends to launch the following classes having the following features:

Class features	AUGUSTUM HIGH QUALITY BOND	TOTAL RETURN FLEXIBLE	AUGUSTUM CORPORATE BOND
Denomination	Class A-CHF-Hedged	Class A-CHF-Hedged	Class A-CHF-Hedged
Targeted Investors	All investors	All investors	All investors
Launching Period	From 25/09/2017 to 06/10/2017, with first official NAV calculation as of 09/10/2017	From 25/09/2017 to 06/10/2017, with first official NAV calculation as of 09/10/2017	From 25/09/2017 to 06/10/2017, with first official NAV calculation as of 09/10/2017
Currency	CHF - Hedged	CHF - Hedged	CHF - Hedged
Valuation day	Daily	Daily	Daily
Minimum Initial subscription amount	CHF 1.500	CHF 1.500	CHF 1.500
Minimum subsequent subscription amount	CHF 1.500	CHF 1.500	CHF 1.500
Investment Management Fees	1.00%	1.10%	1.30%

As consequence, the paragraph 5 (pag. 12) of the Prospectus will be updated as follows:

Current Wording	Future Wording
<p><b>5. Classes of Shares</b></p> <p>....</p> <p>Further information on each class of Shares (“Class I” and “Class Y” are reserved for institutional investors only and Class “I” capitalizes income while Class “Y” distributes income, “Class A” can be subscribed by any investor and it capitalizes income, “Class D” can be subscribed by any investor and it distributes income, “Class L” (listed on the London Stock Exchange Group/ Italian Stock Exchange Sub market ETF Plus (as described below) in the “segment for open-end UCIs”) available for each Sub-Fund can be found under the Section II – “Description of the Sub-Funds”. Banca Finnat Euramerica S.p.A. has been designated as the appointed intermediary for the class L shares.</p>	<p><b>5. Classes of Shares</b></p> <p>.....</p> <p>Further information on each class of Shares <b>available for each Sub-Fund can be found under the Section II – “Description of the Sub-Funds”</b>. “Class I” and “Class Y” are reserved for institutional investors only and Class “I” capitalizes income while Class “Y” distributes income, “Class A” can be subscribed by any investor and it capitalizes income, “Class D” can be subscribed by any investor and it distributes income, “Class L” (listed on the London Stock Exchange Group/ Italian Stock Exchange Sub market ETF Plus (as described below) in the “segment for open-end UCIs”. Banca Finnat Euramerica S.p.A. has been designated as the appointed intermediary for the class L shares.</p> <p><b>The fund may offer other shares denominated in a currency other than the sub fund reference currency; such share classes may be hedged (“Hedged Share Class) or not. The Fund may engage</b></p>

in currency hedging transactions with regard to a certain share class (the “Hedged Share Class”). The hedging will be undertaken to reduce exchange rate fluctuations in case the base currency of the Fund is declining or increasing in value relative to the hedged currency. The hedging strategy employed will seek to reduce as far as possible the exposure of the Hedged Share Classes so that the performance of the Hedged Share Classes closely tracks the performance of the Share Classes in base currency. No assurance can be given that the hedging objective will be achieved. Investors should be aware that the hedging strategy may substantially limit Investors of the relevant Hedged Share Class from benefiting from any potential increase in value of the Share Class expressed in the reference currency, if the Hedged Share Class currency falls against the reference currency. Additionally, Investors of the Hedged Share Class may be exposed to fluctuations in the Net Asset Value per Share reflecting the gains/losses on and the associated transactions costs of the relevant financial instruments used to implement the hedging strategy. The gains/losses on and the transactions costs of the relevant financial instruments will accrue solely to the relevant Hedged Share Class. In this sense, the costs related to the hedging will be borne by the relevant Share Class. The share class denomination will specify if the class is hedged or not. (i.e. A-CHF-Hedged: class suitable for all investors, with CHF base currency hedged against the sub-fund base currency; A-CHF: class suitable for all investors, with CHF base currency without hedging against the sub-fund base currency).

## 6. Modification of the frequency of the NAV calculation of the Sub-Fund TOTAL RETURN FLEXIBLE from a weekly to a daily and decrease of the Investment Management Fees

To facilitate the growth and the development of the Sub fund, the Fund intend to modify the frequency of the NAV calculation of the Sub-Fund TOTAL RETURN FLEXIBLE from a weekly to a daily and decrease of the Class A Management Fees from 1,3% p.a. to 1,1% p.a.

## 7. Other Modifications

<b>Pag. 5</b>	Specification of the roles played by Mr. Bonabello and Mr. Costantini in Banca Finnat
<b>Pag.10</b>	<p>update of the paragraph concerning the “Data Protection”, in order to collect the consent of the Shareholders to the disclosure of their personal data to entities situated in countries outside of the European Union, adding the following sentence:</p> <p><i>“By subscribing shares of the Fund, shareholders consent to the aforementioned processing of their personal data and in particular, the disclosure of their personal data to, and the processing of their personal data by the parties referred to above including parties situated in countries outside of the European Union which may not offer a similar level of protection as the one deriving from Luxembourg data protection law. Shareholders acknowledge that the transfer of their personal data to these parties may transit via and/or their personal data may be processed by parties in countries which may not have data protection requirements deemed equivalent to those prevailing in the European Union.”</i></p>
<b>Pag.31</b>	<p>Update of the Prospectus to reflect the requirements asked by the EU Regulation n. 2015/2365 on transparency of securities financing transaction and EU Regulation n. 648/2012, adding the following sentence:</p> <p>As of the date of this Prospectus no total return swap transactions are envisaged nor any Securities Financing Transactions (SFTs) program is active; in case of future activation of a specific program, the Prospectus will be updated complying with the Regulation EU 2015/2365 (“SFTR”). For the purpose, and according to art. 3.11, of SFTR, Securities Financial Transactions means: a) repurchase transaction, b) securities or commodities lending and securities or commodities borrowing; c) buy-sell back transaction or sell-buy back transaction; d) margin lending transaction</p>
<b>Pag. 35</b>	Substitution of the term “Global” instead of “Main”

All the changes contemplated in this notice shall enter into force at expiry of a 30 days period ending on 18 September 2017, during which period the Shareholders who do not agree with the changes contemplated under the above items have the right – upon written request to be delivered to the Fund – to redeem their shares free of any fees or charges.

The updated Prospectus, dated September as well as the relevant Key Investor Information Documents (KIIDs) are available, free of charge, at the registered office of the Company and is also available on the website [www.newmillenniumsicav.com](http://www.newmillenniumsicav.com).

The Board of Directors of NEW MILLENNIUM SICAV