

BNP Paribas Funds

Luxembourg SICAV – UCITS category

Registered office: 10 rue Edward Steichen, L-2540 Luxembourg

Luxembourg Trade and Companies Register n° B 33363

Notice to shareholders

Luxembourg, May 12, 2020

Dear Shareholders,

As described in the Prospectus, the Board of Directors of the Company may decide to apply the **Swing Pricing mechanism** to protect remaining shareholders in a sub-fund against the negative dilution impact due to the volume of purchase and sale transactions in a given sub-fund and the size of these transactions.

Given the current exceptional market circumstances involved by the COVID-19, and exceptional liquidity conditions observed on the markets, the maximum Swing Pricing fees and commissions of 1% (the “*swing factor*”) disclosed in the Prospectus may not be sufficient to adequately cover the negative dilution impact.

Therefore, in your best interests and fair treatment, the swing factor applicable to certain sub-funds may be temporarily raised beyond the current maximum limit.

The applied swing factor level will be consistent with the liquidity costs observed on the invested markets.

This measure might apply with immediate effect to the following sub-funds:

Emerging Bond
Emerging Bond Opportunities
Euro High Yield Bond
Euro High Yield Short Duration Bond
Euro Short Term Corporate Bond Opportunities
Europe Convertible
Europe Small Cap Convertible
Global Convertible
Global High Yield Bond
Local Emerging Bond
US High Yield Bond

Information regarding the swing pricing mechanism, the methodology by asset classes, and its implementation status are available upon request.

ADDITIONAL INFORMATION

Additional clerical changes have been made to update and enhance the general wording of the Prospectus or to comply with new laws and regulations.



BNP PARIBAS
ASSET MANAGEMENT

The asset manager
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Terms or expression not defined in the present notice have the same meaning as in the Prospectus of the Company.

If your shares are held by a clearing-house, we advise you to enquire about the specific terms applying to subscriptions, redemptions and conversions made via this type of intermediary.

Please note that except for the newspaper publications required by Law, the official media going forward to obtain any notice to shareholders will be our website www.bnpparibas-am.com.

QUESTIONS?

In case of any question, please contact our **Client Service (+ 352 26 46 31 21 /AMLU.ClientService@bnpparibas.com)**.

Best regards,

The Board of Directors