

Stockholm 26 February 2020

Dear Client,

The scope of regulation is continuously growing and there are currently regulations that affect us as a fund manager/AIF manager based on where our fund unitholders reside/are domiciled.

One such regulation may require Catella Fondförvaltning AB ("the Company") to register with the supervisory authorities in that country, which can entail significant costs and further demands for compliance. The Company has therefore decided to institute certain restrictions regarding who is permitted to invest in our funds. At present, this mainly affects fund unitholders who are or become legal residents of the United States.

The board of directors of the Company has therefore decided to immediately amend the fund rules for the Company's funds ("the Funds") and has been granted approval to do so by the Swedish Financial Supervisory Authority, Finansinspektionen.

The amendment will introduce the option for the Company to deny a new or existing unitholder from becoming/remaining a unitholder if it would mean that the Company would be obliged to take registration or authorisation measures that the Company would not otherwise be obligated to perform.

The new fund rules also give the Company the option to redeem a unitholder's units – regardless of whether the unitholder objects – in the following situations:

- If it should prove that the unitholder acquired units in any of the Funds in violation of Swedish or foreign legal statutes or regulations.
- If the Company becomes obligated to take registration measures or other measures for the Funds or the Company that the Funds or the Company would not be obligated to perform if the unitholder did not hold units in the Fund.

Other minor amendments have also been made to the fund rules of the Funds that do **not** affect you as a unitholder.

If you have any questions about this matter, you are invited to contact us by email at [sales@catella.se](mailto:sales@catella.se) or phone, +46 (0) 8-614 25 00. More information about our funds is available on our website: [www.catella.se/fonder](http://www.catella.se/fonder).

Kind regards,

Catella Fondförvaltning AB

A blue ink signature of Erik Kjellgren, written in a cursive style.

Erik Kjellgren

CEO

**Amendments to the fund rules of all Company Funds as follows:**

- New section 17 on permitted investors.

**Other amendments to the fund rules of Catella Credit Opportunity as follows:**

- Linguistic adjustment to section 8 regarding valuation of fund assets.

**Other amendments to the fund rules of Catella Hedgefond as follows:**

- Adjustment to section 11 as the Fund no longer distributes dividends to unitholders.

**Other amendments to the fund rules of Catella Avkastningsfond, Catella Sverige Aktiv Hållbarhet and Catella Sverige Hållbart Beta as follows:**

- Deletion of the wording in section 7 on the focus of trading in derivative instruments. This does not affect the investment strategy of the fund. The intention has been for the paragraph to constitute a type of clarification/information for unitholders. The general strategy for fund management is explained in section 4. Information about the risk in the Funds (regardless of whether the risk arises from derivatives or other investments) is provided in the prospectus and KIID.

**Other amendments to the fund rules for Catella Avkastningsfond, Catella Credit Opportunity, Catella Hedgefond, Catella Småbolagsfond, Catella Sverige Aktiv Hållbarhet and Catella Sverige Hållbart Beta, which affect only a few unitholders, such as the Company's distributors, as follows:**

- Adjustment of section 9 regarding sales and redemptions of units in distributing unit classes. The addition to section 9 clarifies that investments in the distributing unit classes of the Funds must be made through a distributor with which the fund manager/AIF manager has entered into an agreement that covers the investment. This condition was previously set out in section 1 of the fund rules and is not a new rule.

**Other amendments to the fund rules for Catella Avkastningsfond, Catella Credit Opportunity, Catella Hedgefond, Catella Småbolagsfond, Catella Sverige Aktiv Hållbarhet and Catella Sverige Hållbart Beta, as follows:**

- Requests to sell or redeem units may also be made upon the instructions of the Company instead of only through the completion of a special form (and that such a completed sale or redemption form does not have to be personally signed by the client/unitholder, unless the client/unitholder is specifically instructed by the Company to do so).

The amendments set out above are effective immediately.