SIDERA FUNDS SICAV

Société d'investissement à capital variable
Registered office: 2-4 rue Eugène Ruppert, L-2453, Luxembourg
RCS Luxembourg B 201846

(the "**Fund**")

Notice to Shareholders of:

SIDERA FUNDS – EQUITY GLOBAL LEADERS

(the "**Merging Sub-Fund**")

<u>IMPORTANT</u>:
THIS LETTER REQUIRES YOUR IMMEDIATE ATTENTION.
IF YOU HAVE ANY QUESTIONS ABOUT THE CONTENT OF THIS LETTER,
YOU SHOULD SEEK INDEPENDENT PROFESSIONAL ADVICE.

10 May 2022

Dear Shareholders,

The board of directors of the Fund (the "**Board**"), has decided to merge the SIDERA FUNDS – EQUITY GLOBAL LEADERS (the "**Merging Sub-Fund")** into SIDERA FUNDS – BALANCED GROWTH, another sub-fund of the Fund (the "**Receiving Sub-Fund**"), in compliance with article 1(20)(a) of the law of 17 December 2010 on undertakings for collective investment as amended (the "**Merger**"). The Merger shall become effective on **17 June 2022** (the "**Effective Date**").

This notice describes the implications of the contemplated Merger. Please contact your financial advisor if you have any questions on the content of this notice. The Merger may impact your tax situation. Shareholders should contact their tax advisor for specific tax advice in relation to the Merger.

Capitalised terms not defined herein have the same meaning as in the prospectus of the Fund (the "**Prospectus**").

1. Background and rationale for the Merger

As of 1 April 2022, the assets under management amount to approximately EUR 366,470,736 with respect to the Merging Sub-Fund and EUR 99,739,552 with respect to the Receiving Sub-Fund.

The Merging Sub-Fund's assets under management are concentrated in the "B Acc" class of shares and the prospective shareholders show interests in other investment products.

In order to exploit the economies of scale while using a solution with lower risk and offering shareholders the opportunity to remain invested in an attractive strategy, the Board considers that it is in the best interest of the Merging Entities and of the relevant shareholders to merge the Merging Sub-Fund into the Receiving Sub-Fund.

The Merger will also result in better economies of scale in the long term and greater levels of operational efficiency, both of which should lead to longer term cost savings for shareholders of the Merging Sub-Fund and of the Receiving Sub-Fund. Moreover, higher levels of operational efficiency will likely be realised as a consequence of reduced operational and administrative costs.

Rather than liquidating the Merging Sub-Fund, which would incur in liquidation costs and have potential tax consequences for its shareholders, the Board believes that it is in the best interests of the shareholders of the Merging Sub-Fund to merge the Merging Sub-Fund into the Receiving Sub-Fund.

2. Summary of the Merger

(a) The Merger shall become effective and final between the Merging Sub-Fund and the Receiving Sub-Fund and vis-à-vis third parties on the Effective Date.

(b) On the Effective Date, all assets and liabilities of the Merging Sub-Fund will be transferred to the Receiving Sub-Fund. The Merging Sub-Fund will cease to exist as a result of the Merger and thereby will be dissolved on the Effective Date without going into liquidation.

(c) No general meeting of shareholders shall be convened in order to approve the Merger and shareholders are not required to vote on the Merger.

(d) Shareholders holding shares of the Merging Sub-Fund on the Effective Date will automatically be issued shares of the Receiving Sub-Fund in exchange for their shares of the Merging Sub-Fund, in accordance with the relevant share exchange ratio and participate in the results of the Receiving Sub-Fund as from such date. Shareholders will receive a confirmation note of their holding in the Receiving Sub-Fund as soon as practicable after the Effective Date. For more detailed information please see section 5 (*Rights of shareholders in relation to the Merger*) below.

(e) Shareholders of the Merging Sub-Fund who do not agree with the Merger have the right to request, prior to 10 June 2022 the redemption of their shares without redemption charges (other than charges retained by the Merging Sub-Fund to meet disinvestment costs). Please see the section 5 (*Rights of shareholders in relation to the Merger*) below.

(f) Subscriptions, redemptions and/or conversions of shares of the Merging Sub-Fund will be suspended as indicated under section 6 (*Procedural aspects*) below.

(g) Other procedural aspects of the Merger are set out in section 6 (*Procedural aspects*) below.

(h) The Merger has been approved by the *Commission de Surveillance du Secteur Financier* (the "**CSSF**").

(i) The timetable below summarises the key steps of the Merger:

Notice sent to shareholders	10 May 2022
Suspension of dealings in the Merging Sub-Fund	13 June 2022
End of current accounting period of the Merging Sub-Fund	13 June 2022
Valuation of the Merging Sub-Fund and Receiving Sub-Fund	16 June 2022
Calculation of share exchange ratio	16 June 2022

3. Impact of the Merger on shareholders of the Merging Sub-Fund

The main characteristics of the Receiving Sub-Fund, as described in the Prospectus in the key investor information document ("**KIID**") of the Receiving Sub-Fund will remain the same after the Effective Date.

This section compares the key features of the Merging Sub-Fund to that of the Receiving Sub-Fund and highlights material differences, if any.

Shareholders of the Merging Sub-Fund should carefully read the description of the Receiving Sub-Fund in the Prospectus and in the KIID of the Receiving Sub-Fund before making any decision in relation to the Merger.

(a) Investment objective and policy

	Merging Sub-Fund	Receiving Sub-Fund
Investment objective	The investment objective of the Merging Sub-Fund is to achieve capital growth in the long term by investing primarily in equity and equity related instruments and, in addition, in money market instruments, cash, currencies, time deposits and other interest bearing securities and to target a gross return of 5% p.a. above the ICE BofA Euro Treasury Bill Index (EGB0). The Merging Sub-Fund is actively managed. The Sub-fund refers to the ICE BofA Euro Treasury Bill Index for the purpose of performance comparison only. The Sub-Fund does not aim to replicate this Benchmark and the investment selection process is not influenced, nor constrained in anyway by this Benchmark.	The investment objective of the Sub-Fund is to achieve capital growth over 5 years via flexible allocation to fixed income and equity instruments. The Sub-Fund generally aims at achieving a gross return of 350 bps p.a. above the ICE BofA Euro Treasury Bill Index (EGB0). The Receiving Sub-Fund is actively managed. The Sub-fund refers to the ICE BofA Euro Treasury Bill Index for the purpose of performance comparison only. The Sub-Fund does not aim to replicate this Benchmark and the investment selection process is not influenced, nor constrained in anyway by this Benchmark.
Investment policy	The Merging Sub-Fund invests mainly in equities or equity related instruments, listed on OECD markets and/or issued by companies domiciled in OECD countries. The Sub-Fund may also invest up to 30% of the Net Asset Value in emerging market instruments. The Sub-Fund may also invest in derivatives, both exchange traded and OTC derivatives on, for instance, stock indexes and/or single stock and/or equity related indexes (options on volatility, dividends, etc.), in units of UCITS and/or other eligible UCIs, cash, currencies and in time deposits. In accordance with its total return	The Receiving Sub-Fund has an investment policy based on a flexible asset allocation between fixed income and equity instruments, with the further possibility to enter into securities financing transactions and derivative instruments notably total return swaps. The Sub-Fund invests mainly in the following geographical areas: European countries, United States, Japan and Emerging countries. As regards investments in fixed income, the Sub-Fund invests in corporate bonds, government bonds, government guaranteed bonds of any country worldwide and supranational and international

	objective, the Sub-Fund may temporarily invest up to 100% of the Net Asset Value in corporate or government bonds or other interest bearing securities if certain market conditions occur. Securities will be mainly denominated in G10 currencies. The Sub-Fund will be managed according to a core strategy which will generate the net market exposure. The core strategy's investment process combines a top down approach which determines the asset allocation as a function of different risk parameters, with a bottom up selection model which identifies those stocks carrying the highest return potential within an universe made up of international stocks with large market capitalizations and sound businesses. Valuation criteria employed are mainly fundamental in nature, but technical factors may also be considered. Net equity exposure will generally vary in 0%-150% range, while cash equity investments will usually not exceed 100% of the Net Asset Value. The core strategy may absorb up to 100% of the investments. Satellite strategies will also be implemented. These strategies will usually have low correlation with core strategy and will therefore improve on average the risk-return profile of the Sub-Fund. Satellite strategies will encompass both long only and long short positions on single stocks, sectors, indices and dividends. The above mentioned positions will be mainly implemented via eligible futures, options and swaps, short positions always being implemented via derivatives. A not complete list of satellite strategies includes: - Relative value trades between/among single stocks - Relative value trades between/among equity sectors - Relative value trades between/among equity indices - Option strategies (put/call spreads, calendar spreads, risk reversals, strangle straddles) - Yield enhancement strategies (Call overwriting, Put Underwriting, etc) - Dividend strategies (both	agencies in any currency. The investment in bonds where the country risk is related to a single emerging market country will not exceed 10% of the Net Asset Value of the Sub-Fund. The Sub-Fund does not actively invest in defaulted and distressed bonds. Investment in defaulted and distressed bonds is not expected to be meaningful and in any case, it will not exceed 10% of the Net Asset Value of the Sub-Fund. The Sub-Fund may invest up to 100% of its Net Asset Value in high yield bonds, up to 20% of its Net Asset Value in convertible bonds and up to 20% of its Net Asset Value in contingent convertible bonds (CoCos). Up to 100% of the Net Asset Value of the Sub-Fund may be invested in equity instruments. Currency risk will be actively managed with a maximum exposure up to 100%.The Sub-Fund also invests in the following financial instruments: units of UCITS, currency and may also temporarily invest in money market instruments, time deposits and derivative instruments. These instruments are negotiated both in regulated markets and over the counter. The Sub-Fund may also invest up to 10% of its Net Asset Value in units of UCITS, including, but not limited to, Shares of other Sub-Funds of the Fund, and in other eligible UCIs with similar investment policies. As a part of the investment process, the Investment Manager will allocate risk (i.e. risk contribution to VaR or other equivalent measure) ensuring a sound portfolio diversification. The Sub-Fund may also invest in other interest-bearing securities and liquidity. The Sub-Fund may also invest in derivatives, both exchange traded and OTC on, for instance, equity and credit indexes, single name and/or interest rates and/or foreign currencies. Such derivatives usage can be for investment purposes and for the purposes of efficient portfolio management (i.e. hedging purposes) of the Sub-Fund. The Sub-Fund will furthermore on an ongoing basis enter into securities lending transactions including, but not limited to, the lending of securities being part of

	directional and non-directional) - Tail risk hedging strategies (mainly executed via options) As a part of the investment process, the Investment Manager will allocate risk (i.e. risk contribution to VaR or other equivalent measure) to the satellite strategies while ensuring a sound balance of core and non-core strategies. The Sub-Fund will on an ongoing basis enter into securities lending transactions as lender of securities. In circumstances where the agent for securities lending identifies opportunities based on the market developments to be in the interest of the Sub-Fund's investors and given the securities lending scheme program developed to cover potentially a substantial portion of the portfolio of the Sub-Fund, a maximum of 50% of the assets held by the Sub-Fund, but only bondsand exchange-traded funds, can be subject to securities lending transactions. Notwithstanding the above, the lending of securities remains subject to the offer capacity and the terms of the offers provided by the agent for securities lending. For these reasons, under normal circumstances the expected percentage of the assets subject to securities lending transactions is up to 35%. A percentage of 80% of the gross revenues arising from securities lending transactionswill be returned to the Sub-Fund; the remaining revenues are assigned to the agent for securities lending. All direct and indirect operational costs and fees in relation to securities lending programme activities are paid from the agent's portion of the gross revenues (being the remaining revenues mentioned above). Furthermore, the Sub-Fund will, for the purpose of efficient portfolio management, also enter into repurchase transactions and reverse repurchase transactions as buyer or seller, occasionnalyopportunistically. The securities subject to such repurchase transactions will be safe-kept with the Depositary. In circumstances where the Investment Manager identifies opportunities to be in the interest of the Sub-Fund's investors, a maximum of 20% of the assets held by the Sub-Fund (i.e. bonds) can be subject to repurchase	the Sub-Fund's portfolio to third parties. In circumstances where the agent for securities lending identifies opportunities based on the market developments to be in the interest of the Sub-Fund's investors and given the securities lending scheme program developed to cover potentially a substantial portion of the portfolio of the Sub-Fund, a maximum of 50% of the assets held by the Sub-Fund, but only bonds and exchange traded funds, can be subject to securities lending transactions. Notwithstanding the above, the lending of securities remains subject to the offer capacity and the terms of the offers provided by the agent for securities lending. For these reasons, under normal circumstances, the expected percentage of the assets subject to securities lending transactions is up to 35%. A percentage of 80% of the grossrevenues arising from securities lending transactions will be returned to the Sub-Fund; the remaining revenues are assigned to the agent for securities lending. All direct and indirect operational costs and fees in relation to securities lending programme activities are paid from the agent's portion of the gross revenues (being the remaining revenues mentioned above. Furthermore, the Sub-Fund will also enter into repurchase transactions and reverse repurchase transactions as buyer or seller, occasionnaly. The securities subject to such repurchase transactions will be safe-kept with the Depositary. In circumstances where the Investment Manager identifies opportunities to be in the interest of the Sub-Fund's investors and given the repurchase transactions and reverse repurchase transactions scheme program developed by the Investment Manager to cover potentially a substantial portion of the Sub-Fund, a maximum of 50% of the assets held by the Sub-Fund (i.e. bonds) can be subject to repurchase transactions and reverse repurchase transactions. Notwithstanding the above, the recourse to repurchase transactions and reverse repurchase transactions remains subject to the interest shown by market dealers to enter into such transactions. In addition, the Investment Manager is carefully considering the terms of the transactions in order to identify

	transactions and reverse repurchase transactions. Notwithstanding the above, the recourse to repurchase transactions and reverse repurchase transactions remains subject to the interest shown by market dealers to enter into such transactions. In addition, the Investment Manager is carefully considering the terms of the transactions in order to identify whether they are in the best possible interest of the Sub-Fund's investors. For these reasons, under normal circumstances, the expected percentage of the assets subject to repurchase transactions and reverse repurchase transactions is up to 10%. All revenues arising from repurchase transactions and reverse repurchase transactions, net of direct and indirect operational costs and fees, will be returned to the Sub-Fund. Finally, the Sub-Fund will on an ongoing basis enter into total return swaps on equity indices for hedging, efficient portfolio management or investment purposes. Notably for the purposes of portfolio construction as well as for implementing active investment positions, a maximum of 50% of the assets held by the Sub-Fund can be subject to total return swaps. The expected percentage of the assets subject to total return swaps is up to 25%. All revenues arising from total return swaps, net of direct and indirect operational costs and fees, will be returned to the Sub-Fund. The Sub-Fund will not enter in margin lending transactions, buy-sell back transactions and sell-buy back transactions.	whether they are in the best possible interest of the Sub-Fund's investors. For these reasons, under normal circumstances, the expected percentage of the assets subject to repurchase transactions and reverse repurchase transactions is up to 25%. All revenues arising from repurchase transactions and reverse repurchase transactions, net of direct and indirect operational costs and fees, will be returned to the Sub-Fund. Finally, the Sub-Fund will on an ongoing basis enter into total return swaps on bond, equity and credit indices, for hedging, efficient portfolio management or investment. Notably for the purposes of portfolio construction as well as for implementing active investment positions, a maximum of 50% of the assets held by the Sub-Fund can be subject to total return swaps. The expected percentage of the assets subject to total return swaps is up to 25%. All revenues arising from total return swaps, net of direct and indirect operational costs and fees, will be returned to the Sub-Fund. The Sub-Fund will not enter in margin lending transactions.

(b) Profile of typical investor

Merging Sub-Fund	Receiving Sub-Fund
The Sub-Fund is suitable for investors who are seeking capital appreciation over 8 years and are prepared to accept the risk of significant temporary losses and to afford to set aside the capital in the long timeframe. **The Sub-Fund is suitable for both more experienced investors wishing to attain defined investment objectives, with experience with volatile products and less experienced investors including those who are interested in or informed about capital market topics but see investment fund as a convenient investment product. The Sub-Fund is designed for the investment objective of building up capital.**	The Sub-Fund is suitable for investors who are seeking capital appreciation over 5 years and are prepared to accept the risk of significant temporary losses and to afford to set aside the capital in the long timeframe. **The Sub-Fund is suitable for both more experienced investors wishing to attain defined investment objectives, with experience with volatile products and less experienced investors including those who are interested in or informed about capital market topics but see investment fund as a convenient investment product. The Sub-Fund is designed for the investment objective of building up capital.**

(c) Classes of shares and currency

The reference currency of the class of shares of the Merging Sub-Fund:

- Sidera Funds - Equity Global Leaders B Acc
- Sidera Funds - Equity Global Leaders A Acc
- shares Sidera Funds - Equity Global Leaders A Inc

and the corresponding class of shares of the Receiving Sub-Fund:

- Sidera Funds – Balanced Growth B Acc
- Sidera Funds – Balanced Growth A Acc
- Sidera Funds – Balanced Growth A Inc

together the "**Corresponding Share Classes**" is EUR.

(d) Risk profile

Merging Sub-Fund	Receiving Sub-Fund
In addition to the section 5 (General Risk Factors) of the Prospectus before investing in the Merging Sub-Fund, the following additional risks are specific to the Merging Sub-Fund. In particular, it should be noted the specific risk warnings contained in section 5.5.1 (Financial derivative instruments) of the Prospectus regarding investing in derivatives and financial derivative instruments. In addition, the Merging Sub-Fund will be subject to the risks associated with equities, the values of which in general fluctuate in response to the activities of individual companies, the general market and economic conditions. In particular, investors should be aware that equity and equity-related investments are subordinated in the right of payment to other corporate securities, including debt securities. Corporate bonds are subject to the risk of the issuer's inability to meet principal and interest	In addition to the section 5 (General Risk Factors) of the Prospectus before investing in the Receiving Sub-Fund, the following additional risks are specific to the Receiving Sub-Fund. In particular, it should be noted the specific risk warnings contained in section 5.5.1 regarding investing in derivatives and financial derivative instruments, in section 5.5.2 of the Prospectus regarding investing in securities lending transactions, in section 5.5.4 of the Prospectus regarding investing in Asset-backed securities (ABS) and in section 5.5.5 of the Prospectus. Corporate bonds are subject to the risk of the issuer's inability to meet principal and interest payments on the obligation and may also be subject to price volatility due to such factors as interest rate sensitivity, market perception of the creditworthiness of the issuer and general market liquidity. When interest rates rise, the value of corporate bonds can be expected to

payments on the obligation and may also be subject to price volatility due to such factors as interest rate sensitivity, market perception of the creditworthiness of the issuer and general market liquidity. When interest rates rise, the value of corporate bonds can be expected to decline. Corporate bonds with longer maturities tend to be more sensitive to interest rate movements than those with shorter maturities. Investments particularly those made in emerging markets may be adversely affected by the possibility of expropriation or confiscatory taxation, imposition of withholding taxes on dividend or interest payments, limitations on the removal of funds or other assets of a Portfolio, political or social instability or diplomatic developments. An issuer of securities may be domiciled in a country other than the country in whose currency the instrument is denominated. The values and relative yields of investments in the securities markets of different countries, and their associated risks, are expected to change independently of each other. Many emerging markets are undergoing a period of rapid growth and are less regulated than the world's leading stock markets and there may be less publicly available information about companies listed on such markets than is regularly published about companies listed on other stock markets. In addition, market practices in relation to settlement of securities transactions and custody assets in emerging markets can provide increased risk to emerging markets funds.	decline. Corporate bonds with longer maturities tend to be more sensitive to interest rate movements than those with shorter maturities. High yield bonds are regarded as being predominately speculative as to the issuer's ability to make payments of principal and interest. Investment in such securities involves substantial risk. Issuers of high yield debt securities may be highly leveraged and may not have available to them more traditional methods of financing. An economic recession may adversely affect an issuer's financial condition and the market value of high yield debt securities issued by such entity. The issuer's ability to service its debt obligations may be adversely affected by specific issuer developments, or the issuer's inability to meet specific projected business forecasts, or the unavailability of additional financing. In the event of bankruptcy of an issuer, the Sub-Fund may experience losses and incur costs. Investments particularly those made in emerging markets may be adversely affected by the possibility of expropriation or confiscatory taxation, imposition of withholding taxes on dividend or interest payments, limitations on the removal of funds or other assets of a Portfolio, political or social instability or diplomatic developments. An issuer of securities may be domiciled in a country other than the country in whose currency the instrument is denominated. The values and relative yields of investments in the securities markets of different countries, and their associated risks, are expected to change independently of each other. The Receiving Sub-Fund will be subject to the risks associated with equities, the values of which in general fluctuate in response to the activities of individual companies, the general market and economic conditions. In particular, investors should be aware that equity and equity related investments are subordinated in the right of payment to other corporate securities, including debt securities. The Sub-Fund will be subject to the risks associated with third party absolute return strategies through eligible investment funds. Debt securities are subject to the risk of the issuer's inability to meet principal and interest payments on the obligation and may also be subject to price volatility due to such factors as interest rate sensitivity, market perception of the creditworthiness of the issuer and general market liquidity. When interest rates rise, the value of debt securities can be expected to decline. Debt securities with longer maturities tend to be more sensitive to interest rate movements than those with shorter maturities. Investments, particularly those made in emerging markets, may be adversely affected by the possibility of expropriation or confiscatory taxation, imposition of withholding taxes on dividend or interest payments, limitations on the removal of funds or other assets of a Portfolio, political or social instability or diplomatic developments. An issuer of securities may be domiciled in a country other than the country in whose currency the instrument is denominated.

	The values and relative yields of investments in the securities markets of different countries, and their associated risks, are expected to change independently of each other. Many emerging markets are undergoing a period of rapid growth and are less regulated than the world's leading stock markets and there may be less publicly available information about companies listed on such markets than is regularly published about companies listed on other stock markets. In addition, market practices in relation to settlement of securities transactions and custody assets in emerging markets can provide increased risk to emerging markets funds. A contingent convertible bond is a debt instrument which may be converted into the issuer's equity or be partly or wholly written off if a predefined trigger event occurs. The terms of the bond will set out specific trigger events and conversion rates. Trigger events may be outside of the issuer's control. A common trigger event is the decrease in the issuer's capital ratio below a given threshold. Conversion may cause the value of the investment to fall significantly and irreversibly, and in some cases even to zero. Coupon payments on certain contingent convertible bonds may be entirely discretionary and may be cancelled by the issuer at any point, for any reason, and for any length of time. Contrary to typical capital hierarchy, contingent convertible bond investors may suffer a loss of capital before equity holders. Most contingent convertible bonds are issued as perpetual instruments which are callable at pre-determined dates. Perpetual contingent convertible bonds may not be called on the predefined call date and investors may not receive return of principal on the call date or at any date. There are no widely accepted standards for valuing contingent convertible bonds. The price at which bonds are sold may therefore be higher or lower than the price at which they were valued immediately before their sale. In certain circumstances finding a ready buyer for contingent convertible bonds may be difficult and the seller may have to accept a significant discount to the expected value of the bond in order to sell it.

(e) Distribution policy

The "B Acc" and "A Acc" Share Classes of the Merging Sub-Fund and of the Receiving Sub-Fund are following a capitalisation policy while the "A Inc" Share Classes follow a dividend distribution policy.

(f) Fees and expenses

In addition to (i) the fees of the Depositary and the Administrator amounting in total to minimum amount of EUR 40.000.00 p.a. and applied at umbrella level proportionally to the Merging Sub-Fund's and the Receiving Sub-Fund's Net Asset Value as set out under section 9.4 (Fees of the Depositary and the Administrator) of the Prospectus, and (ii) any other applicable fees and expenses set out under section 9. (Fees and expenses) of the Prospectus, the following fees are applicable to the Corresponding Share Classes:

	Merging Sub-Fund	Receiving Sub-Fund
Share class name	Sidera Funds - Equity Global Leaders B Acc	Sidera Funds – Balanced Growth B Acc
Management Fee[1]	Max 0,7% p.a.	Max 0,65% p.a
Performance Fee	N.A.	N.A.

	Merging Sub-Fund	Receiving Sub-Fund
Share class name	Sidera Funds - Equity Global Leaders A Acc	Sidera Funds – Balanced Growth A Acc
Management Fee[2]	Max 1,95% p.a.	Max 1,75% p.a.
Performance Fee	As specified in Section 9.3.2 of the Prospectus. Index: ICE Bofa Euro Treasury Bill Index (EGB0) Spread: 5%	As specified in Section 9.3.2 of the Prospectus. Index: ICE Bofa Euro Treasury Bill Index (EGB0) Spread: 3,5%

	Merging Sub-Fund	Receiving Sub-Fund
Share class name	Sidera Funds – Equity Global Leaders A Inc	Sidera Funds – Balanced Growth A Inc
Management Fee[3]	Max 1,95% p.a.	Max 1,75% p.a.
Performance Fee	As specified in Section 9.3.2 of the Prospectus. Index: ICE Bofa Euro Treasury Bill Index (EGB0) Spread: 5%	As specified in Section 9.3.2 of the Prospectus. Index: ICE Bofa Euro Treasury Bill Index (EGB0) Spread: 3,5%

(g) Subscription, redemption and conversion of shares

	Merging Sub-Fund	Receiving Sub-Fund
Share classes names	Sidera Funds - Equity Global Leaders B Acc	Sidera Funds – Balanced Growth B Acc
Subscriptions	Each Valuation Day is a Subscription Day. The Cut-Off Time for subscription applications is 1.00 pm CET of the Subscription Day. Subscription applications must be settled by the end of the Subscription Settlement Period, which is 1.00 pm CET two (2) Business Days following the Subscription Day.	Each Valuation Day is a Subscription Day. The Cut-Off Time for subscription applications is 1.00 pm CET of the Subscription Day. Subscription applications must be settled by the end of the Subscription Settlement Period, which is 1.00 pm CET two (2) Business Days following the Subscription Day
Redemptions	Each Valuation Day is a Redemption Day. The Cut-Off Time for redemption applications is 1.00 pm CET of the Redemption Day. Redemption applications will normally be settled by the end	Each Valuation Day is a Redemption Day. The Cut-Off Time for redemption applications is 1.00 pm CET of the Redemption Day. Redemption applications will normally be settled by the end of the Redemption Settlement

[1] As further specified under section 9.2 (Management Fee) of the Prospectus, the Management Fee includes the fees for the Management Company, the Investment Manager and the Global Distributor.
[2] As further specified under section 9.2 (Management Fee) of the Prospectus, the Management Fee includes the fees for the Management Company, the Investment Manager and the Global Distributor.
[3] As further specified under section 9.2 (Management Fee) of the Prospectus, the Management Fee includes the fees for the Management Company, the Investment Manager and the Global Distributor.

	of the Redemption Settlement Period, which is two (2) Business Days following the Redemption Day.	Period, which is two (2) Business Days following the Redemption Day.
Maximum Subscription Fee	N.A.	N.A.
Maximum Redemption Fee	N.A.	N.A.

	Merging Sub-Fund	Receiving Sub-Fund
Share classes names	Sidera Funds - Equity Global Leaders A Acc	Sidera Funds – Balanced Growth A Acc
Subscriptions	Each Valuation Day is a Subscription Day. The Cut-Off Time for subscription applications is 1.00 pm CET of the Subscription Day. Subscription applications must be settled by the end of the Subscription Settlement Period, which is 1.00 pm CET two (2) Business Days following the Subscription Day.	Each Valuation Day is a Subscription Day. The Cut-Off Time for subscription applications is 1.00 pm CET of the Subscription Day. Subscription applications must be settled by the end of the Subscription Settlement Period, which is 1.00 pm CET two (2) Business Days following the Subscription Day
Redemptions	Each Valuation Day is a Redemption Day. The Cut-Off Time for redemption applications is 1.00 pm CET of the Redemption Day. Redemption applications will normally be settled by the end of the Redemption Settlement Period, which is two (2) Business Days following the Redemption Day.	Each Valuation Day is a Redemption Day. The Cut-Off Time for redemption applications is 1.00 pm CET of the Redemption Day. Redemption applications will normally be settled by the end of the Redemption Settlement Period, which is two (2) Business Days following the Redemption Day.
Maximum Subscription Fee	Maximum 4% of the subscription amount	Maximum 4% of the subscription amount
Maximum Redemption Fee	N.A.	N.A.

	Merging Sub-Fund	Receiving Sub-Fund
Share classes names	Sidera Funds - Equity Global Leaders A Inc	Sidera Funds – Balanced Growth A Inc
Subscriptions	Each Valuation Day is a Subscription Day. The Cut-Off Time for subscription applications is 1.00 pm CET of the Subscription Day. Subscription applications must be settled by the end of the Subscription Settlement Period, which is 1.00 pm CET two (2) Business Days following the Subscription Day.	Each Valuation Day is a Subscription Day. The Cut-Off Time for subscription applications is 1.00 pm CET of the Subscription Day. Subscription applications must be settled by the end of the Subscription Settlement Period, which is 1.00 pm CET two (2) Business Days following the Subscription Day
Redemptions	Each Valuation Day is a Redemption Day. The Cut-Off Time for redemption applications is 1.00 pm CET of the Redemption Day. Redemption applications will normally be settled by the end of the Redemption Settlement Period, which is two (2) Business Days following the Redemption Day.	Each Valuation Day is a Redemption Day. The Cut-Off Time for redemption applications is 1.00 pm CET of the Redemption Day. Redemption applications will normally be settled by the end of the Redemption Settlement Period, which is two (2) Business Days following the Redemption Day.

Maximum Subscription Fee	Maximum 4% of the subscription amount	Maximum 4% of the subscription amount
Maximum Redemption Fee	N.A.	N.A.

Section 7.6 (Conversion of Shares) of the Prospectus applies to the Shares Classes corresponding to each other.

(h) Minimum investment and subsequent investment, and holding requirements

	Merging Sub-Fund	Receiving Sub-Fund
Share class name	Sidera Funds – Equity Global Leaders B Acc	Sidera Funds – Balanced Growth B Acc
Minimum Subscription	EUR 50.000	EUR 50.000
Minimum Additional Subscription	EUR 500	EUR 500
Minimum Holding	N.A.	N.A.

	Merging Sub-Fund	Receiving Sub-Fund
Share class name	Sidera Funds – Equity Global Leaders A Acc	Sidera Funds – Balanced Growth A Acc
Minimum Subscription	EUR 1.000	EUR 1.000
Minimum Additional Subscription	EUR 250 EUR 100 in case of saving plans	EUR 250 EUR 100 in case of saving plans
Minimum Holding	N.A.	N.A.

	Merging Sub-Fund	Receiving Sub-Fund
Share class name	Sidera Funds – Equity Global Leaders A Inc	Sidera Funds – Balanced Growth A Inc
Minimum Subscription	EUR 1.000	EUR 1.000
Minimum Additional Subscription	EUR 250 EUR 100 in case of saving plans	EUR 250 EUR 100 in case of saving plans
Minimum Holding	N.A.	N.A.

(i) Performance fee

The performance fee of the Merging Sub-Fund and the Receiving Sub-Fund will be calculated until the Effective Date in accordance with the rules set out in the respective sections of the supplements of the Prospectus of the Fund dedicated to the Merging Sub-Fund and to the Receiving Sub-Fund. As of the Effective Date, the authorised performance fee of the Merging Sub-Fund will be paid in relation to any outperforming share class. After the Effective Date, the performance fee of the Receiving Sub-Fund will be calculated in accordance with the rules set out in the supplement of the Prospectus dedicated to the Receiving Sub-Fund.

The Merging Sub-Fund will crystallise the performance fee as of the Effective Date and the corresponding amount will be deducted from the net asset value amount used for the purposes of the exchange ratio calculation.

(j) ISIN Codes

Please note that the ISIN Codes of the class of shares you hold in the Merging Sub-Fund as a result of the Merger will change. Details of the codes are given below:

Merging Sub-Fund		Receiving Sub-Fund	
Share Class	ISIN	Share Class	ISIN
Sidera Funds – Equity Global Leaders B Acc	LU1325864467	Sidera Funds – Balanced Growth B Acc	LU1504218295
Sidera Funds – Equity Global Leaders A Acc	LU1325864624	Sidera Funds – Balanced Growth A Acc	LU2349455993
Sidera Funds – Equity Global Leaders A Inc	LU1325864541	Sidera Funds – Balanced Growth A Inc	LU1504218295

(k) SRRI

Please note that the synthetic risk and reward indicator (SRRI) of the class of shares you hold in the Merging Sub-Fund as a result of the Merger will not change. Details of the SRRI are given below:

Merging Sub-Fund		Receiving Sub-Fund	
Share Class	SRRI	Share Class	SRRI
Sidera Funds – Equity Global Leaders B Acc	6	Sidera Funds – Balanced Growth B Acc	5
Sidera Funds – Equity Global Leaders A Acc	6	Sidera Funds – Balanced Growth A Acc	5
Sidera Funds – Equity Global Leaders A Inc	6	Sidera Funds – Balanced Growth A Inc	5

A rebalancing of the Merging Sub-Fund's portfolio may be carried out prior to the Merger.

4. Criteria for valuation of assets and liabilities

For the purpose of calculating the relevant share exchange ratio, the rules laid down in the Articles of Association and the Prospectus for the calculation of the net asset value will apply to determine the value of the assets and liabilities of the Merging Sub-Fund.

5. Rights of shareholders in relation to the Merger

Shareholders of the Merging Sub-Fund holding shares in the Merging Sub-Fund on the Effective Date will automatically be issued, in exchange for their shares in the Merging Sub-Fund, a number of shares of the Corresponding Share Class of the Receiving Sub-Fund equivalent to the number of shares held in the relevant share class of the Merging Sub-Fund multiplied by the relevant share exchange ratio which shall be calculated for each class of shares on the basis of its respective net asset value as of 16 June 2022. In case the application of the relevant share exchange ratio does not lead to the issuance of full shares, the shareholders of the Merging Sub-Fund will receive fractions of shares up to four decimal points within the corresponding Receiving Sub-Fund.

No subscription fee will be levied within the Receiving Sub-Fund as a result of the Merger.

Shareholders of the Merging Sub-Fund will acquire rights as shareholders of the Receiving Sub-Fund from the Effective Date and will thus participate in any increase in the net asset value of the Receiving Sub-Fund.

Shareholders of the Merging Sub-Fund not agreeing with the Merger will be given the possibility to request the redemption of their shares of the Merging Sub-Fund at the applicable net asset value, without any redemption charges (other than charges retained by the Merging Sub-Fund to meet disinvestment costs) during at least thirty (30) calendar days following the date of the present notice.

6. Procedural aspects

6.1 *No shareholder vote required*

No shareholder vote is required in order to carry out the Merger under article 40.1 of the Articles of Association of the Fund. Shareholders of the Merging Sub-Fund not agreeing with the Merger may request the redemption of their shares as stated under section 5 (*Rights of shareholders in relation to the Merger*) above prior to 10 June 2022.

6.2 Suspensions in dealings

In order to implement the procedures needed for the Merger in an orderly and timely manner, the Board has decided that subscriptions for, conversion to or redemption of shares of all classes of the Merging Sub-Fund will no longer be accepted or processed as of 13 June 2022.

6.3 Confirmation of Merger

Each shareholder in the Merging Sub-Fund will receive a notification confirming (i) that the Merger has been carried out and (ii) the number of shares of the corresponding class of shares of the Receiving Sub-Fund that they hold after the Merger.

6.4 Sub-Fund registrations

The Receiving Sub-Fund has been notified to market its shares in all Member States where the Merging Sub-Fund is either authorised or has been notified to market it shares.

6.5 Approval by competent authorities

The Merger has been approved by the CSSF which is the competent authority supervising the Fund in Luxembourg.

7. Costs of the Merger

Arca Fondi SGR S.p.A., an Italian public limited company (*società per azioni*) with registered office is at Via Disciplini 3, 20123 Milan, Italy, acting as promotor of the Fund, will bear the legal, advisory and administrative costs and expenses associated with the preparation and completion of the Merger.

8. Taxation

The Merger of the Merging Sub-Fund into the Receiving Sub-Fund may have tax consequences for shareholders. Shareholders should consult their professional advisers about the consequences of this Merger on their individual tax position.

9. Additional information

9.1 Merger reports

Deloite Audit S.à.r.l, the authorised auditor of the Fund in respect of the Merger, will prepare reports on the Merger which shall include a validation of the following items:

1) the criteria adopted for valuation of the assets and/or liabilities for the purposes of calculating the share exchange ratio;

2) the calculation method for determining the share exchange ratio; and

3) the final share exchange ratio.

The Merger report regarding items 1) and 2) above shall be made available at the registered office of the Fund on request and free of charge to the shareholders of the Merging Sub-Fund and the CSSF shortly after the Merger.

9.2 Additional documents available

The following documents are available to the shareholders of the Merging Sub-Fund at the registered office of the Fund on request and free of charge as from 10 May 2022:

(a) the common draft terms of the Merger drawn-up by the Board containing detailed information on the Merger, including the calculation method of the share exchange ratio (the "**Common Draft Terms of the Merger**");

(b) a statement by the depositary bank of the Fund confirming that they have verified compliance of the Common Draft Terms of the Merger with the terms of the law of 17 December 2010 on undertakings for collective investment and the Articles of Association;

(c) the Prospectus;

(d) the KIID of the Merging Sub-Fund and of the Receiving Sub-Fund. The Board draws the attention of the shareholders of the Merging Sub-Fund to the importance of reading the KIID of the Receiving Sub-Fund before making any decision in relation to the Merger.

Please contact your financial adviser or the registered office of the Fund if you have questions regarding this matter.

Yours faithfully,

The Board