

Supplement VI - ShortDurationHighYield Fund

**Dated 21st December, 2012
to the Prospectus for MUZINICH FUNDS**

This Supplement contains specific information in relation to the ShortDurationHighYield Fund (the "Sub-Fund"), a sub-fund of Muzinich Funds (the "Fund") an open-ended umbrella unit trust established as a UCITS pursuant to the provisions of the Regulations. The other sub-funds of the Fund are: Europeyield Fund, Americayield Fund, Transatlanticyield Fund, Enhancedyield Short Term Fund, Bondyield ESG Fund and LongShortCreditYield Fund.

This Supplement forms part of and should be read in the context of and together with the general description of

- **the Fund and its management and administration**
- **its general management and fund charges**
- **the taxation of the Fund and of its Unitholders**
- **its risk factors**

which is contained in the Prospectus dated 28th October, 2011 for the Fund, and which is available from the Administrator at 78 Sir John Rogerson's Quay, Dublin 2.

The directors of the Manager, whose names appear in the Prospectus (as amended) under the heading "Management of the Fund", accept responsibility for the information contained in this Supplement and the Prospectus. To the best of the knowledge and belief of the directors of the Manager (who have taken all reasonable care to ensure that such is the case) such information is in accordance with the facts and does not omit anything likely to affect the import of such information. The directors of the Manager accept responsibility accordingly.

An investment in the Sub-Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors.

Profile of a Typical Investor: An investment in the Sub-Fund is suitable for investors seeking higher returns than those available in investment grade credits over a 1-3 year period and can tolerate a medium level of volatility.

1. Business Day

Every day which is a bank business day in Dublin, London and New York.

2. Dealing Day

The Dealing Day for the Sub-Fund shall be every Business Day.

3. Base Currency

US\$ (\$)

4 Class

Denominated Class Currency

Hedged Euro Accumulation A Units	Euro
*Hedged Euro Accumulation H Units	Euro
Hedged Euro Accumulation R Units	Euro
Hedged Euro Accumulation S Units	Euro
Hedged Euro Income A Units	Euro
*Hedged Euro Income H Units	Euro
Hedged Euro Income R Units	Euro
Hedged Euro Income S Units	Euro
Hedged GBP Accumulation A Units	GBP
*Hedged GBP Accumulation H Units	GBP
Hedged GBP Income A Units	GBP
*Hedged GBP Income H Units	GBP
Hedged GBP Accumulation R Units	GBP
Hedged GBP Accumulation S Units	GBP
Hedged GBP Income R Units	GBP
Hedged GBP Income S Units	GBP
Hedged US\$ Accumulation A Units	US\$
*Hedged US\$ Accumulation H Units	US\$
Hedged US\$ Income A Units	US\$
*Hedged US\$ Income H Units	US\$
Hedged US\$ Accumulation R Units	US\$
Hedged US\$ Accumulation S Units	US\$
Hedged US\$ Income R Units	US\$
Hedged US\$ Income S Units	US\$
Hedged CHF Accumulation A Units	CHF
*Hedged CHF Accumulation H Units	CHF
Hedged CHF Income A Units	CHF
*Hedged CHF Income H Units	CHF
Hedged CHF Accumulation R Units	CHF
Hedged CHF Accumulation S Units	CHF
Hedged CHF Income R Units	CHF
Hedged CHF Income S Units	CHF
Hedged CAD Accumulation A Units	CAD
*Hedged CAD Accumulation H Units	CAD
Hedged CAD Income A Units	CAD
*Hedged CAD Income H Units	CAD
Hedged CAD Accumulation R Units	CAD
Hedged CAD Accumulation S Units	CAD
Hedged CAD Income R Units	CAD

Hedged CAD Income S Units	CAD
Hedged SEK Accumulation A Units	SEK
*Hedged SEK Accumulation H Units	SEK
Hedged SEK Accumulation R Units	SEK
Hedged SEK Accumulation S Units	SEK
Hedged SEK Income A Units	SEK
*Hedged SEK Income H Units	SEK
Hedged SEK Income R Units	SEK
Hedged SEK Income S Units	SEK
Hedged NOK Accumulation A Units	NOK
*Hedged NOK Accumulation H Units	NOK
Hedged NOK Accumulation R Units	NOK
Hedged NOK Accumulation S Units	NOK
Hedged NOK Income A Units	NOK
*Hedged NOK Income H Units	NOK
Hedged NOK Income R Units	NOK
Hedged NOK Income S Units	NOK
Hedged JPY Accumulation A Units	JPY
*Hedged JPY Accumulation H Units	JPY
Hedged JPY Income A Units	JPY
*Hedged JPY Income H Units	JPY
Hedged JPY Accumulation R Units	JPY
Hedged JPY Accumulation S Units	JPY
Hedged JPY Income R Units	JPY
Hedged JPY Income S Units	JPY

*Acceptance by the Manager of subscriptions in this Class is conditional upon the execution of a separate agreement between the investor and the Investment Manager

5. Investment Objective

The Sub-Fund seeks to achieve attractive, low volatility returns through prudent investments in short duration high yield bonds. The Sub-Fund will attempt to deliver average annual gross returns significantly in excess over similar duration government bonds.

6. Investment Policies

In seeking to achieve its investment objective the Sub-Fund will primarily invest in bonds of BB/B rated companies with relatively short durations, specifically investing in select short maturity and callable high yield issues and floating rate instruments. The Sub-Fund's short duration profile affords investors a degree of protection against rising interest rates.

The Sub-Fund will primarily invest in publicly traded US\$ denominated bonds of corporate

borrowers listed and/or traded on Recognised Exchanges. The Sub-Fund will maintain a portfolio with an average rating of at least B/B2 or higher as rated by Standard and Poor's and/or Moody's (or as deemed equivalent by the Investment Manager). The Sub-Fund's investments will be well diversified across a broad variety of issuers and industries. The maximum average duration to worst will be two years, but may increase to 2.2 years as a result of market price movement. Investments in a single corporate issuer will not exceed 3% of the Net Asset Value of the Sub-Fund. The Sub-Fund will invest in both fixed and floating rate instruments. The Sub-Fund may also, in accordance with the requirements of the Central Bank, invest up to 10% of its Net Asset Value in UCITS and/or Non-UCITS collective investment schemes which may invest in short duration securities.

The Investment Manager's proprietary research process is particularly credit-intensive. Investment decisions are based on quantitative and qualitative analysis using internally generated financial models and projections. Diversified portfolios are built carefully to reflect the Investment Manager's decisions about credit-worthiness and industry merit. The Investment Manager emphasizes a rigorous and proactive sell discipline to mitigate downside volatility.

The Muzinich Portfolio Risk Analytics Group, which is independent of the portfolio management team, continuously monitors portfolios to check for securities' portfolio suitability, to assess absolute risk, and to ensure cross-portfolio consistency and compliance with guidelines using both proprietary models and outside services.

The Sub-Fund will utilize techniques and instruments, such as futures, options, stock lending arrangements, credit default swaps (only to buy protection), interest rate swaps and forward currency contracts, solely for hedging purposes and/or to protect against exchange risks in accordance with the conditions and limits of the Central Bank. The Sub-Fund will not use derivatives for Efficient Portfolio Management for any purpose other than hedging. Details of any forward currency transactions entered into by the Investment Manager on behalf of the Sub-Fund will be set-out in the periodic reports relating to the Sub-Fund.

The Sub-Fund will not be leveraged.

Any changes in the investment objective or material changes to the investment policy will be subject to the approval of the Unitholders. Unitholders will be given reasonable notice prior to the implementation of any change to the investment objective and/or policy.

7. Risk Management Process

The Manager employs a risk management process which enables it to accurately measure, monitor and manage the various risks associated with financial derivative instruments. Financial derivative instruments not included in the risk management process will not be utilised until such time as a revised risk management process has been submitted to and cleared by the Central Bank.

The Manager, or its delegate will, on request, provide supplementary information to Unitholders relating to the risk management methods employed, including the quantitative limits that are applied and any recent developments in the risk and yield characteristics of the Sub-Fund's main investments.

A detailed description of the financial derivative instruments which may be utilised by the Sub-Fund are set out in the Prospectus.

8. Investment Manager/Sub-Investment Manager

Pursuant to a Side-Letter dated 23rd July, 2010 to the Investment Management Agreement, Muzinich & Co., Inc. has been appointed to manage the investment and reinvestment of the Sub-Fund's assets.

Pursuant to a Side-Letter dated 25th September, 2012 to the Sub-Investment Management Agreement, Muzinich & Co., Limited has been appointed to manage the investment and reinvestment of the Sub-Fund's assets.

9. Issue of Units

The procedures to be followed in applying for Units are set out in the Prospectus under the heading "Administration of the Fund - Application for Units".

Minimum Initial Subscription Requirements

An investment in the Sub-Fund is subject to a minimum initial subscription as set out below:

<u>Class</u>	<u>Amount (*or its foreign currency equivalent)</u>
Hedged Euro Accumulation A Units	€ 100,000
Hedged Euro Accumulation H Units	€ 10,000,000
Hedged Euro Accumulation R Units	€ 1,000
Hedged Euro Accumulation S Units	€ 100,000,000
Hedged Euro Income A Units	€ 100,000
Hedged Euro Income H Units	€ 10,000,000
Hedged Euro Income R Units	€ 1,000
Hedged Euro Income S Units	€ 100,000,000
Hedged GBP Accumulation A Units	GBP 75,000
Hedged GBP Accumulation H Units	GBP 8,000,000
Hedged GBP Income A Units	GBP 75,000
Hedged GBP Income H Units	GBP 8,000,000
Hedged GBP Accumulation R Units	GBP 1,000
Hedged GBP Accumulation S Units	US\$ 100,000,000 (or its GBP equivalent)
Hedged GBP Income R Units	GBP 1,000
Hedged GBP Income S Units	US\$ 100,000,000 (or its GBP equivalent)

Hedged US\$ Accumulation A Units	US\$ 100,000
Hedged US\$ Accumulation H Units	US\$ 10,000,000
Hedged US\$ Income A Units	US \$ 100,000
Hedged US\$ Income H Units	US \$ 10,000,000
Hedged US\$ Accumulation R Units	US\$ 1,000
Hedged US\$ Accumulation S Units	US\$ 100,000,000
Hedged US\$ Income R Units	US\$ 1,000
Hedged US\$ Income S Units	US\$ 100,000,000
Hedged CHF Accumulation A Units	CHF 100,000
Hedged CHF Income A Units	CHF 100,000
Hedged CHF Accumulation H Units	CHF 10,000,000
Hedged CHF Accumulation R Units	CHF 1,000
Hedged CHF Accumulation S Units	CHF 100,000,000
Hedged CHF Income H Units	CHF 10,000,000
Hedged CHF Income R Units	CHF 1,000
Hedged CHF Income S Units	CHF 100,000,000
Hedged CAD Accumulation A Units	CAD 100,000
Hedged CAD Income A Units	CAD 100,000
Hedged CAD Accumulation H Units	CAD 10,000,000
Hedged CAD Accumulation R Units	CAD 1,000
Hedged CAD Accumulation S Units	CAD 100,000,000
Hedged CAD Income H Units	CAD 10,000,000
Hedged CAD Income R Units	CAD 1,000
Hedged CAD Income S Units	CAD 100,000,000
Hedged SEK Accumulation A Units	SEK 500,000
Hedged SEK Accumulation H Units	SEK 100,000,000
Hedged SEK Accumulation R Units	SEK 5,000
Hedged SEK Accumulation S Units	SEK 1,000,000,000
Hedged SEK Income A Units	SEK 500,000
Hedged SEK Income H Units	SEK 100,000,000
Hedged SEK Income R Units	SEK 5,000
Hedged SEK Income S Units	SEK 1,000,000,000
Hedged NOK Accumulation A Units	NOK 500,000
Hedged NOK Accumulation H Units	NOK 100,000,000
Hedged NOK Accumulation R Units	NOK 5,000
Hedged NOK Accumulation S Units	NOK 1,000,000,000
Hedged NOK Income A Units	NOK 500,000
Hedged NOK Income H Units	NOK 100,000,000
Hedged NOK Income R Units	NOK 5,000
Hedged NOK Income S Units	NOK 1,000,000,000
Hedged JPY Accumulation A Units	JPY 10,000,000
Hedged JPY Income A Units	JPY 10,000,000
Hedged JPY Accumulation H Units	JPY 20,000,000
Hedged JPY Accumulation R Units	JPY 10,000,000
Hedged JPY Accumulation S Units	US\$ 100,000,000 (or its JPY equivalent)
Hedged JPY Income H Units	JPY 1,000,000,000

Hedged JPY Income R Units	JPY 100,000
Hedged JPY Income S Units	US\$ 100,000,000 (or its JPY equivalent)

The Manager may, at its discretion, waive or reduce the minimum initial subscription amount.

There is no minimum subscription requirement in respect of subsequent investments.

Initial Issue

A Units

The initial offer period for the Hedged Euro Income A Units, Hedged GBP Accumulation A Units, Hedged CHF Income A Units, Hedged CAD Income A Units, Hedged SEK Accumulation A Units, Hedged SEK Income A Units, Hedged NOK Accumulation A Units, Hedged NOK Income A Units, Hedged JPY Accumulation A Units and Hedged JPY Income A Units shall run from 9.00am (Irish time) on 24th December, 2012 to 5.00pm (Irish time) on 24th June, 2013 during which these units will be offered to investors at an initial issue price of Euro/GBP/CHF/CAD/SEK/NOK 100 per Unit Class and JPY1.0000 in respect of the Hedged JPY Accumulation A Units and Hedged JPY A Income Units.

H Units

The initial offer period for the Hedged Euro Accumulation H Units, Hedged Euro Income H Units, Hedged GBP Accumulation H Units, Hedged GBP Income H Units, Hedged US\$ Accumulation H Units, Hedged US\$ Income H Units, Hedged CHF Accumulation H Units, Hedged CHF Income H Units, Hedged CAD Accumulation H Units, Hedged CAD Income H Units, Hedged SEK Accumulation H Units, Hedged SEK Income H Units, Hedged NOK Accumulation H Units, Hedged NOK Income H Units, Hedged JPY Accumulation H Units and Hedged JPY Income H Units shall run from 9.00 a.m. (Irish Time) on 24th December 2012 to 5.00 p.m. (Irish Time) on 24th June, 2013 during which these Units will be offered to investors at an initial issue price per Unit of US\$/Euro/GBP/SEK/CHF/CAD/NOK 100 per Unit Class and JPY1.0000 in respect of the Hedged JPY Accumulation H Units and Hedged JPY Income H Units.

R Units

The initial offer period for the Hedged Euro Income R Units, Hedged US\$ Income R Units, Hedged CHF Income R Units, Hedged CAD Income R Units, Hedged CAD Accumulation R Units, Hedged SEK Income R Units, Hedged NOK Income R Units, Hedged JPY Income R Units and Hedged JPY Accumulation R Units shall run from 9.00 a.m. (Irish Time) on 24th December, 2012 to 5.00 p.m. (Irish Time) on 24th June, 2013 during which these Units will be offered to investors at an initial issue price per Unit of Euro/US\$/CHF/CAD/SEK/NOK 100 per Unit Class and JPY1.0000 in respect of the Hedged JPY Accumulation R Units and Hedged JPY Income R Units.

S Units

The initial offer period for the Hedged Euro Accumulation S Units, Hedged Euro Income S Units, Hedged GBP Accumulation S Units, Hedged US\$ Accumulation S Units, Hedged US\$ Income S Units, Hedged CHF Accumulation S Units, Hedged CHF Income S Units, Hedged CAD Accumulation S Units, Hedged CAD Income S Units, Hedged SEK Accumulation S Units, Hedged SEK Income S Units, Hedged NOK Accumulation S Units, Hedged NOK Income S Units and Hedged JPY Accumulation S Units shall run from 9.00 a.m. (Irish Time) on 24th December 2012 to 5.00 p.m. (Irish Time) on 24th June, 2013 during which these Units will be offered to investors at an initial issue price per Unit of US\$/Euro/GBP/SEK/CHF/CAD/NOK 100 per Unit Class and JPY1.0000 in respect of the Hedged JPY Income S Units.

The initial offer period may be shortened or extended by the Manager. Any such shortening or extension of the initial offer period will be notified to the Central Bank.

Subsequent Issue

Following the close of an initial offer period, Units are being issued at a price equal to the Net Asset Value per Unit on the relevant Dealing Day.

JPY Units

With regard to the JPY Units only the Net Asset Value of the JPY Classes shall be rounded down to the nearest four decimal places to give the Net Asset Value per JPY Unit.

In addition, fractions of Units will not be issued in respect of JPY Units rather fractions of Units will be rounded down.

10. Investment Restrictions

Notwithstanding Point 3.1 of the Investment Restrictions set out in the Prospectus, the Sub-Fund may not invest more than 10% of its Net Asset Value in other collective investment schemes.

11. Risk Factors

In addition to the risk factors set out on pages 21-23 of the Prospectus prospective investors should note the following:-

Corporate Bond Risk

The Sub-Fund may make investments in debt securities which are rated in the lower rating categories by the various credit rating agencies. The Sub-Fund may therefore represent a high credit risk than funds which do not invest in such securities. It should

also be noted that investment in securities issued by corporations may represent a higher credit risk than investment in securities issued by governments.

Hedged Unit Currency Risk

A Class of a Sub-Fund with a Denominated Class Currency other than that of the Base Currency of the Sub-Fund or which holds investments in a currency other than the Base Currency or Denominated Class Currency may be hedged against currency fluctuation risks. Where the Investment Manager seeks to hedge against currency fluctuations, while not intended, this could result in over-hedged or under-hedged positions due to external factors outside the control of the Investment Manager. The Investment Manager will try to mitigate the risk of a depreciation by using financial instruments such as options and forward currency exchange contracts, in no case exceeding 105% of the Net Asset Value attributable to the relevant hedged Class of the Sub-Fund provided that the relevant hedged Class is re-weighted on at least a monthly basis. Hedged positions will be kept under review to ensure that over-hedged positions do not exceed the permitted level and positions materially in excess of 100% of Net Asset Value will not be carried forward from month to month. Investors should be aware that this strategy may substantially limit Unitholders of the relevant hedged Class from benefiting if the Denominated Class Currency falls against the Base Currency or the currency in which investments of the Sub-Fund may be held. In such circumstances, Unitholders of the hedged Class of the Sub-Fund may be exposed to fluctuations in the Net Asset Value per Unit reflecting the gains/loss on and the costs of the relevant financial instruments.

Liquidity and Default Risk

Where a Sub-Fund invests in below investment grade securities liquidity in relation to these securities may be low. Moreover, the accumulation and disposal of holdings in such investments may be time consuming and may need to be conducted at unfavourable prices. Also investment in below investment grade securities may represent a higher default risk than investment in investment grade securities.

Derivatives and Techniques and Instruments Risk

The prices of derivative instruments, including futures and options prices, are highly volatile. Price movements of forward contracts, futures contracts and other derivative contracts are influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and exchange control programmes and policies of governments, and national and international political and economic events and policies. In addition, governments from time to time intervene, directly and by regulation, in certain markets, particularly markets in currencies and interest rate related futures and options. Such intervention often is intended directly to influence prices and may, together with other factors, cause all of such markets to move rapidly in the same direction because of, among other things, interest rate fluctuations. The use of techniques and instruments also involves certain special risks, including (1) dependence on the ability to predict movements in the prices of securities being hedged and movements in interest

rates, (2) imperfect correlation between the hedging instruments and the securities or market sectors being hedged, (3) the fact that skills needed to use these instruments are different from those needed to select the Sub-Fund's securities and (4) the possible absence of a liquid market for any particular instrument at any particular time, and (5) possible impediments to Effective Portfolio Management or the ability to meet redemptions.

The Sub-Fund will be exposed to a credit risk on parties with whom it trades and may also bear the risk of settlement default.

The Sub-Fund may be exposed to legal risk, particularly in the context of OTC derivatives. Legal risk is the risk of loss due to the unexpected application of a law or regulation, or because contracts are not legally enforceable or documented correctly.

12. Distribution Policy

The Manager will determine the distribution policy for each Class of Units in accordance with the criteria for each Class of Units as set out below. Dividends will be paid by telegraphic transfer or by cheque sent by ordinary post to the registered address of the Unitholder, or, in the case of joint holders, to the name and address of the first Unitholder appearing on the register. The distributions will normally be paid twice a year, in or around June and December in each year. Any distribution which is unclaimed six years from the date it became payable shall be forfeited and become the property of the relevant Sub-Fund.

Accumulation Units

This Class of Units will not pay any distributions in respect of any accounting period.

Income Units

This Class of Units will distribute interest income earned after the deduction of expenses in respect of each Accounting Period and interim accounting period. Any sums not distributed will be accumulated and reflected in the Net Asset Value of the Unit.

13. Hedged Units

These Classes of Units will be hedged against interest rate risks and/or exchange rate fluctuation risks between GBP, Euro, CHF, CAD, SEK, NOK and JPY (as Denominated Class Currencies) and US\$ (the Base Currency of the Sub-Fund). In addition, these Classes of Units will be hedged against exchange rate fluctuations between Euro, GBP, US\$, CHF, CAD, SEK, NOK and JPY and the currencies in which the investments of the Sub-Fund may be denominated. Where the Investment Manager seeks to hedge against currency fluctuations, while not intended, this could result in over-hedged or under-hedged positions due to external factors outside the control of the Investment Manager. Any financial instruments used to implement such strategies with respect to one or more

Classes shall be assets/liabilities of the Sub-Fund as a whole but will be attributable to the relevant Class(es) and the gains/losses on and the costs of the relevant financial instruments will accrue solely to the relevant Class. Any currency exposure of a Class may not be combined with or offset against that of any other Class. The currency exposure of the assets attributable to a Class may not be allocated to other Classes. Where the Investment Manager seeks to hedge against currency fluctuations, while not intended, this could result in over-hedged or under-hedged positions due to external factors outside the control of the Investment Manager. However over-hedged positions will not exceed 105% of the Net Asset Value of the Sub-Fund and hedged positions will be kept under review to ensure that positions in excess of 100% of Net Asset Value will not be carried forward from month to month. To the extent that hedging is successful for a particular Class the performance of the Class is likely to move in line with the performance of the underlying assets with the result that investors in that Class will not gain if the Class currency falls against the Base Currency and/or the currency in which the assets of the Sub-Fund are denominated. Any currency exposure of these Classes may not be combined with or offset against, that of any other Class of the Sub-Fund. The currency exposures of the assets of the Sub-Fund will not be separately allocated to these Classes.

14. Fees

Manager's Fees

A Units

The Manager shall be entitled to receive out of the assets of the Sub-Fund an annual fee accrued on each Dealing Day and payable monthly in arrears at the annual rate of up to 0.80% of the Net Asset Value of the A Units in issue (plus VAT, if any).

H Units

The Manager shall be entitled to receive out of the assets of the Sub-Fund an annual fee accrued on each Dealing Day and payable monthly in arrears at the annual rate of up to 0.60% of the Net Asset Value of the H Units in issue (plus VAT, if any).

R Units

The Manager shall be entitled to receive out of the assets of the Sub-Fund an annual fee accrued on each Dealing Day and payable monthly in arrears at an annual rate of up to 1.10% of the Net Asset Value of the R Units in issue (plus VAT, if any).

S Units

The Manager shall be entitled to receive out of the assets of the Sub-Fund an annual fee accrued on each Dealing Day and payable monthly in arrears at an annual rate of up to 0.50% of the Net Asset Value of the S Units in issue (plus VAT, if any).

The Manager shall be entitled to receive a minimum fee of €6,000 per month, payable monthly in arrears, in respect of the Sub-Fund.

The Manager shall be entitled to receive, out of the assets of the Sub-Fund, out-of-pocket expenses.

The Manager shall pay out of its fee the fees of the Investment Manager, the Sub-Investment Manager and Administrator.

Trustee's Fee

Notwithstanding that the Trustee is entitled to receive out of the assets of the Sub-Fund an annual fee of up to 0.02% of the Net Asset Value of the Sub-Fund (plus VAT, if any), accrued on each Dealing Day and payable monthly in arrears. **The Manager has, for the time being, agreed to pay the fees of the Trustee out of its own fee. Prior notification will be given to Unitholders should the fees of the Trustee become payable out of the assets of the Sub-Fund.**

The Trustee shall also be entitled to a transaction charge of US\$ 25 or Euro 20 per transaction (plus VAT, if any) and to be repaid all of its Disbursements out of the assets of the Sub-Fund, including the fees of any sub-custodian (which will be at normal commercial rates) appointed by it.

Subscription Fee

A subscription fee not exceeding 1% of the Net Asset Value per Unit may be added to the total subscription amount and the resultant sum rounded up to the nearest cent. The subscription fee shall be paid to the Manager or to any placing or sales agent or agents or distributors appointed by the Manager for its or their absolute use and benefit and shall not form part of the assets of the Sub-Fund. The Manager may at its sole discretion waive such fee or fees or differentiate between applicants as to the amount of such fee or fees within the permitted limits. **There is no current intention to charge a subscription fee.**

Redemption Fee

The Manager may, in its absolute discretion, charge a redemption fee of up to 1% of the Net Asset Value per Unit being redeemed, and such fee shall be payable for the benefit of the Sub-Fund.

Establishment Costs

The establishment costs for the Sub-Fund amounted to approximately Euro 10,000 and will be amortised over the first five Accounting Periods.

General

The attention of Investors is drawn to the section of the Prospectus headed "Management and Fund Charges".

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