SUPPLEMENT 12: Short-term Investments Fund, Generali Invest CEE plc

Dated 21 September 2022 to the Prospectus issued for Generali Invest CEE plc

This Supplement contains information relating specifically to the Short-term Investments Fund, Generali Invest CEE plc (the "Fund"), a Fund of Generali Invest CEE plc (the "Company"), an open-ended umbrella investment company with segregated liability between sub-funds authorised by the Central Bank on 27th May, 2009 as a UCITS pursuant to the UCITS Regulations.

The Fund will use following names for marketing purposes:

Short-term Investments Fund

Generali Fond krátkodobých investic (for distribution in the Czech Republic)

Generali Fundusz krótkoterminowych inwestycji (for distribution in Poland)

Generali Rövid távú befektetések alapja (for distribution in Hungary)

This Supplement forms part of and should be read in the context of and in conjunction with the Prospectus for the Company dated 19 August, 2022 (the "Prospectus").

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

The Fund will, where appropriate engage in transactions in financial derivative instruments for efficient portfolio management purposes including for hedging purposes to reduce currency risk in the Fund. The Fund will not be leveraged in excess of 100% of its net assets.

An investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors. Investors' attention is drawn to the fact that Shares in the Fund are not the same as deposits or obligations which are guaranteed or endorsed by any bank and accordingly, the value of any amount invested in the Fund may fluctuate.

Investors should read and consider the section entitled "Risk Factors and Special Considerations" before investing in the Fund.

1. Interpretation

The expressions below shall have the following meanings:

"Business Day"	means any day (except Saturday or Sunday) on which banks in Ireland and the Czech Republic are generally open for business or such other day or days as may be determined by the Directors and notified to Shareholders.
"Dealing Day"	means each Business Day and/or such other day or days as may be determined by the Directors and notified in advance to Shareholders provided that there shall be at least one Dealing Day every fortnight.
"Dealing Deadline"	means 16.00 pm Irish time on any Dealing Day or such other time as the Directors may determine and notify to Shareholders in advance provided always that the Dealing Deadline is no later than the Valuation Point.

"Initial Price"	means EUR 10 for Class A EUR Shares, CZK equivalent of EUR 10 for Class A CZK Shares, PLN equivalent of EUR 10 for Class A PLN Shares, HUF equivalent of EUR 10 for Class A HUF Shares, CZK equivalent of EUR 10 for Class I CZK Shares and CZK equivalent of EUR 10 for Class P CZK Shares.
"Investment Manager"	means Generali Investments CEE, investiční společnost, a.s.
"Valuation Point"	means 11.00p.m. (Irish time) on the relevant Dealing Day or such other times as the Directors may determine and notify Shareholders provided that the Valuation Point shall not be prior to the Dealing Deadline.

All other defined terms used in this Supplement shall have the same meaning as in the Prospectus.

2. Base Currency and Class Currency

The Base Currency shall be CZK.

Class Currency

Class A CZK shall be designated in CZK
Class I CZK shall be designated in CZK
Class P CZK shall be designated in CZK
Class A EUR shall be designated in EUR
Class A PLN shall be designated in PLN
Class A HUF shall be designated in HUF

3. Profile of a Typical Investor

The Fund is typically suitable for investors aiming to achieve a higher yield than is offered by time deposits and other commonly available money market instruments and money market funds who foresee an investment horizon of at least six months. As the Fund may also invest in bonds with longer maturities, investors should be aware of the possibility of suffering a loss if there are significant movements in interest rates.

4. Investment Objective

The investment objective of the Fund is to achieve appreciation of assets in a short-term and mid-term horizon over the level of short-term European interest rates, with high liquidity and low volatility of assets.

5. Investment Policy

The Fund will try to achieve its objective by investing primarily in a diversified portfolio (mainly by issuer) of financial market instruments and negotiable debt securities, which are listed or traded on a Recognised Exchange, and in collective investment schemes more fully described below. The Fund may invest in transferable money market instruments which include treasury notes, deposits or time deposits (deposits with banks and foreign banks), certificates of deposit, commercial paper, treasury bills, floating and variable rate notes, eurobonds, corporate bonds, international institution bonds, government agencies and bonds issued by banks or governments of countries that are members of the OECD that are emerging markets countries (excluding Russian markets) or their agencies or associated entities, or debt securities which have been established by or sponsored by such governments, agencies or entities and may also make extensive use of reverse repurchase arrangements as described further below.

The Fund may invest in fixed or floating rate bonds and although the Fund may invest in bonds which are rated or unrated, it will typically invest in bonds rated *B- to AAA* by Standard & Poor's or another reputable rating agency deemed to be of equivalent quality by the Investment Manager. The average duration of the Fund's portfolio will not exceed one and a half years. However, the duration of the bonds may be greater than or less than this period and the residual maturity of the bonds will be greater than two years.

The Fund may invest up to 100% of its assets in transferable securities and money market instruments issued by a single issuer provided that those securities and instruments are issued or guaranteed by the Czech Republic, the central bank of the Czech Republic, the European Union, the European Central Bank, the European Investment Bank, the European Stability Mechanism or the European Financial Stability Mechanism.

The Fund may invest in exchange traded funds to gain exposure to the asset classes mentioned above or for hedging purposes. The Fund may also in accordance with the requirements of the Central Bank, invest in collective investment schemes, subject to a limit of 10% of its Net Asset Value in open-ended collective investment schemes. These include other schemes managed by the Investment Manager, other Funds of the Company, and may also include collective investment schemes that have underlying exposure to the asset classes mentioned above. The Fund may also invest in money market funds (rated both above and below investment grade or unrated) as part of a cash management strategy.

Collective investment schemes in which the Fund may invest may be leveraged and/or unleveraged and will be regulated open-ended funds. Open-ended funds which are not themselves authorized as UCITS schemes will be domiciled in Ireland, in a Member State of the EEA, in the United States of America, in Jersey, in Guernsey or in the Isle of Man and, subject to the prior approval of the Central Bank, in certain other jurisdictions provided that any such scheme will be subject to a regulated regime such that the level of protection for unitholders is equivalent to that provided to unitholders in a UCITS.

The Fund may invest on a global basis and it has no geographical, industry or sectoral focus in relation to the asset classes to which exposure may be taken.The aggregate maximum management fees that may be charged by the collective investment schemes in which the Fund will invest is 3% of their aggregate net asset values.

The Fund may invest up to 10% of its net assets in recently issued securities which are expected to be admitted to official listing on a Recognised Exchange within a year.

In seeking to achieve the objective, the Investment Manager will use a variety of techniques including fundamental analysis of issuers, analysis and prediction of macro-economic indices, interest rates, foreign exchange rates, yield curve and analysis of the regional political situation. The fundamental analysis of issuers differs with respect to each sector. It is based on a comprehensive financial model and, similar to rating agencies, comprises of business and financial risk profile analysis. Business risk assessment includes assessment of country risk, industry risk and the competitive position of the issuer. Financial risk profile analysis includes analysis of cash flow, leverage, liquidity, capital structure and financial policy of the issuer. In addition, ESG issues and parent/subsidiary relationship are assessed.

The Fund may hold ancillary liquid assets.

Assets of the Fund may be denominated in a currency other than the base currency of the Fund. In seeking to achieve its investment objective, the Investment Manager will try to mitigate this currency exposure by using foreign exchange spots and/or derivatives such as foreign exchange forwards and foreign exchange swaps referred to in Appendix III to the Prospectus under "Financial Derivative Instruments and Techniques and Instruments for Efficient Portfolio Management". However the investors should be aware that, in certain circumstances, the Investment Manager may choose not

to engage in such hedging where market conditions, in the opinion of the Investment Manager, make this difficult, expensive or inadvisable.

Details of the derivatives which may be used are set out in the derivatives risk management process filed with the Central Bank. Any types of derivative not included in the risk management process will not be used until such time as a revised submission has been provided to and cleared by the Central Bank.

The use of derivative instruments for hedging purposes may expose the Fund to the risks disclosed below under the headings “Risk Factors and Special Considerations”.

Efficient Portfolio Management

The Fund may also engage in transactions in techniques and instruments, including financial derivative instruments, for the purposes of efficient portfolio management, such as the reduction of risk or cost or the generation of additional capital or income for the Fund (subject to the conditions and within the limits laid down by the Central Bank). The type of derivatives that the Fund will engage in are FX-forwards and FX-swaps which are used for foreign exchange transactions to alter the currency characteristics of transferable securities held by the Fund and interest rate swaps and cross-currency swaps to protect against fluctuations in interest and exchange rates. Because currency or interest rates positions held by the Fund may not correspond with the asset position held by the Fund, the effect of movements in foreign exchange rates or interest rates may be significantly different in the Fund compared to another fund with similar investments. Such techniques and instruments are set out in Appendix III to the Prospectus.

Position exposure to underlying assets of derivative instruments, when combined with positions resulting from direct investments, will not exceed the investment limits set out in the Prospectus and the Central Bank UCITS Regulations. The global exposure of the Fund will be calculated by the Investment Manager as the incremental exposure and leverage generated by the UCITS through the use of FDI, including embedded derivatives using the commitment approach so as to ensure that the global exposure of the Fund does not exceed the Net Asset Value of the Fund. Accordingly the Fund may not be leveraged in excess of 100% of its Net Asset Value. The use of the commitment approach for the calculation of global exposure requires that the Investment Manager convert each FDI position of the Fund into the market value of an equivalent position in the underlying asset of that FDI.

The use of derivative instruments for efficient portfolio management purposes may expose the Fund to the risks disclosed in the Prospectus under the heading “Counterparty Risk” and “OTC Markets Risk” under “Risk Factors and Special Considerations”.

Investors should be aware that when the Fund enters into the derivative contracts outlined above, operational costs and/or fees shall be deducted from the revenue delivered to the Fund. Such fees and costs may include brokerage and/or banking fees.

One of the considerations taken into account by the Manager when selecting brokers and counterparties to derivatives transactions on behalf of the Fund is that such costs and/or fees which shall be deducted from the revenue delivered to the Fund shall be at normal commercial rates.

Such direct or indirect costs and fees will be paid to the relevant broker or counterparty to the relevant transaction, which, in the case of currency derivatives may include the Depostiary or entities related to the Depositary as outlined in the annual report of the Company.

All revenues generated through the use of derivatives, net of direct and indirect operational costs and fees, will be returned to the Fund.

Securities Financing Transactions Regulation

The Fund will, where appropriate engage in SFTs, which include repurchase agreements, securities lending and reverse repurchase agreements, within the meaning of the SFT Regulation.

In securities lending transactions, the Fund may temporarily transfer its securities to a borrower, with agreement by the borrower to return equivalent securities to the Fund at pre-agreed time or on request. In entering into such transactions, the Fund will endeavour to increase the returns on its portfolio of securities by receiving a fee for making its securities available to the borrower.

The maximum proportion of the Fund's assets which can be subject to SFTs is 100% of the Net Asset Value of the Fund's assets.

The anticipated net exposure of the Fund in respect of SFTs shall be between 0% and 100% of the Net Asset Value of the Fund. The types of assets that will be subject to SFTs will be assets which are of a type which is consistent with the investment policy of the Fund. The Fund may receive as part of a reverse repurchase agreement securities or money market instruments with a maximum exposure to a single issuer exceeding 20% of the Fund's net asset value provided that those assets are issued or guaranteed by the Czech Republic, the central bank of the Czech Republic, the European Union, the European Central Bank, the European Investment Bank, the European Stability Mechanism or the European Financial Stability Mechanism

The proportion of the Fund's assets which are subject to SFTs at any given time will depend on prevailing market conditions and the value of the relevant investments. The amount of assets engaged in each type of SFT expressed as an absolute amount and as a proportion of the Fund's assets, as well as other relevant information relating to the use of SFTs shall be disclosed in the annual report and semi-annual report of the Company.

Please see the section entitled "Risk Factors" in the Prospectus for details of the risks involved in these practices, including "Counterparty Risk and Absence of Regulation", "Legal and Operational Risks Linked to Management of Collateral", and "Repurchase Agreement Risk".

Please see the headings "Counterparties", "Collateral Policy" and "Repurchase/Reverse Repurchase and Stocklending Agreements" under Appendix III to the Prospectus for details of the criteria used for selecting counterparties to SFTs, information in respect of collateral received as a result of SFTs and a description of such techniques.

Integration of Sustainability Risk Into Investment Decision Making

The management of Sustainability Risk forms an important part of the due diligence process implemented by the Manager for the Fund.

To the extent that it is assessing the Sustainability Risk associated with underlying investments, the Manager will assess the risk that the value of such underlying investments could be materially negatively impacted by an ESG Event.

Sustainability Risk can be measured both in absolute and in relative (against a neutral allocation or target if set for this purpose) terms. Depending on data availability, the Manager uses various methodologies for identification of these risks:

- Negative / exclusionary screening aimed at limiting investments in sovereigns, companies or sectors based on specific ESG criteria; (whereby potential investments are removed from the investment universe on the basis that they pose too great a Sustainability Risk to the Fund).

- Norms-based screening to identify issuers not meeting minimum international standards of industry or government practice.

- Prior to acquiring investments on behalf of the Fund, the Manager uses ESG metrics of Data Providers in order to screen the relevant investment against Sustainability Risk and to identify whether it is vulnerable to such risk.

During the life of the investment, Sustainability Risk is monitored through review of ESG data published by the issuer (where relevant) or selected Data Providers to determine whether the level of Sustainability Risk has changed since the initial assessment has been conducted. Where the Sustainability Risk associated with a particular investment has increased beyond the ESG risk appetite for the Fund, the Manager will consider selling or reducing the Fund's exposure to the relevant investment, taking into account the best interests of the Shareholders of the Fund.

Prior to acquiring investments on behalf of the Fund, the Manager assesses ESG characteristics. This process incorporates applying a Fund level exclusion policy which includes problematic sectors related to environmental damage (coal, oil, tar sands), weapons (nuclear, chemical, biological, landmines), human rights, labour rights, corruption and fraud.

As at the date of this Supplement, the Manager considers principal adverse impacts of investment decisions on sustainability factors within the framework of the SFDR. For that purpose, the Manager has adopted a policy on the integration of Sustainability Risks and a statement of principal adverse sustainability impacts in the investment decision making process (provided that essential data are available) pursuant to Article 3 and Article 4 of the SFDR. These documents are available on the Website of the Manager.

The Manager has determined that the Sustainability Risk (being the risk that the value of the Fund could be materially negatively impacted by an ESG Event) faced by the Fund is moderate.

EU Criteria for Environmentally Sustainable Economic Activities Impacting the Fund

The Manager in consultation with the Company has classified the Fund as a financial product subject to Article 6 of SFDR. The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

6. Offer

The initial offer period for each of the Share Classes is as follows:

Class A CZK Shares, Class I CZK Shares and Class P CZK Shares will be offered to investors from 9.00 a.m. (Irish time) on 22 September, 2022 until 4.00 p.m. (Irish time) on 30 September, 2022.

Class A PLN Shares and Class A HUF Shares will be offered to investors from 9.00 a.m. (Irish time) on 14 November, 2022 until 4.00 p.m. (Irish time) on 14 November, 2022.

Class A EUR Shares will be offered to investors from 9.00 a.m. (Irish Time) on 12 December, 2022 until 4.00 p.m. (Irish Time) on 16 December 2022.

Share Classes will be offered at the Initial Price and subject to acceptance of applications for such Shares by the Company and will be issued for the first time on the first Dealing Day after expiry of the relevant initial offer period.

A subscription fee as detailed below under the heading "Subscription Fee" may be added to the Initial Price. The initial offer period may be shortened or extended by the Directors. The Central Bank will be notified in advance of any such shortening or extension if subscriptions for Shares have been received and otherwise on a quarterly basis.

After closing of the initial offer period Shares in the Fund will be issued at the Net Asset Value per Share.

7. Hedged Classes

The Company or its delegate may, but is not obliged to or may not be able to, enter into certain currency related transactions in order to hedge the currency exposure of all the assets of a Fund attributable to a particular Class into the currency of denomination of the relevant Class for the purposes of efficient portfolio management. It may not be possible or practical to hedge against such exchange rate risk and in such instances investors should note that performance may be strongly influenced by movements in FX rates because currency positions held by the Fund may not correspond with the securities positions held. It is intended that each of the EUR, PLN and HUF Classes will be hedged.

Foreign exchange transactions may be used for Class currency hedging purposes. Where a Class of Shares is designated as a hedged Class, that Class will be hedged against exchange rate fluctuation risks between the denominated currency of the Share Class and the Base Currency of the Fund. The benefits and costs that arise therefrom shall be accrued and attributed solely to Shareholders in such hedged Class of the Fund. Such hedging strategy shall be subject to the conditions and within the limits laid down by the Central Bank and may not be implemented in the following circumstances:

(i) if the Net Asset Value of the Fund falls below EUR 10,000,000 or any other level whereby the Investment Manager considers that it can no longer hedge the currency exposure in an effective manner; and

(ii) in circumstances where the exposure to assets of the Fund which are denominated in a non-Base Currency is non-material (generally less than 15% of the Net Asset Value of the relevant hedged Class or where the exposure is expected to be eliminated in a short period of time (generally, in less than one month).

Where a Class is unhedged, a currency conversion will take place on subscriptions, redemptions, conversions and distributions at prevailing exchange rates normally obtained from Bloomberg, Reuters or such other data provider as the Manager/Investment Manager deems fit. In such circumstances, the value of the Share expressed in the Class currency will be subject to exchange rate risk in relation to the Base Currency.

In this regard, investors' attention is drawn to Appendix III in the Prospectus and to the sections in the Prospectus entitled "Hedged Classes" and "Share Currency Designation risk".

8. Minimum Subscription

The minimum subscription amount for each investor is set out below:

Class of Share	**Minimum Subscription**
Class A CZK	CZK equivalent of EUR 100
Class I CZK	CZK equivalent of EUR 100
Class P CZK	CZK equivalent of EUR 100
Class A EUR	EUR 100
Class A PLN	PLN equivalent of EUR 100
Class A HUF	HUF equivalent of EUR 100

The Directors and/or the Manager reserve the right to differentiate between Shareholders and to waive or reduce the minimum subscription amount for certain investors.

9. Conversion of Shares

Subject to the Minimum Subscription, Minimum Holding and minimum transaction requirements of the relevant Fund or Classes, Shareholders may request conversion of some or all of their Shares in one Fund or Class to Shares in another Fund or Class or another Class in the same Fund in accordance with the procedures specified in the Prospectus under the heading "Conversion of Shares".

10. Suspension of Dealing

Shares may not be issued, redeemed or converted during any period when the calculation of the Net Asset Value of the relevant Fund is suspended in the manner described in the Prospectus under the heading "Suspension of Valuation of Assets". Applicants for Shares and Shareholders requesting redemption and/or conversion of Shares will be notified of such suspension and, unless withdrawn, applications for Shares will be considered and requests for redemption and/or conversion will be processed as at the next Dealing Day following the ending of such suspension.

11. Investment Restrictions

Investors' attention is drawn to Appendix I which sets out the investment restrictions of the Fund.

12. Fees and Expenses

The Fund shall bear its attributable portion of the fees and operating expenses of the Company. The fees and operating expenses of the Company including the Administrator's and Depositary's fee are set out in detail under the heading "Fees and Expenses" in the Prospectus. The additional fees payable out of the Fund's assets are as follows:

Establishment Costs

All fees and expenses relating to the establishment and organisation of the Fund shall be borne by the Fund and amortised and which may be amortised over the first five Accounting Periods of the Fund or such other period as the Directors may determine and in such manner as the Directors in their absolute discretion deem fair. Such fees are estimated to amount to €20,000.

Management Fee

The Manager shall be entitled to a Management Fee of up to 3% per annum of the Net Asset Value of the relevant Share Class accrued at each Valuation Point and payable monthly in arrears. Rates applicable to each Share Class are published on the website of the Manager at https://www.generali-investments.cz/en/about-us/management-fee.html. The Manager may convey a portion of or all of such fees, as a case may be, to its delegates (if any), as well as to professional advisers as commission for their services.

Performance Fee

The Manager is entitled to receive a performance fee (the "**Performance Fee**") payable out of the assets of the Fund attributable to Class P CZK (the "**Relevant Share Class**"). For the avoidance of doubt, no Performance Fee shall be payable in respect of any other class of Shares in the Fund.

The Performance Fee will be calculated in respect of each period of twelve months beginning on 1 January and ending on the following 31 December (the "**Calculation Period**") in respect of each Share in issue in the Relevant Share Class at the end of the Calculation Period, provided that the

Relevant Share Class has been in existence for at least twelve months. The Calculation Period shall end at least twelve months subsequent to the last day of the initial offer period of the Relevant Share Class, on a calculation day. (Please see “Payment of the Performance Fee” below for details of the Performance Fee for Shares redeemed during the Calculation Period). The Performance Fee will be calculated on each Business Day and accrued daily in the Net Asset Value of the Relevant Share Class. The first Calculation Period for the Relevant Share Class will be a period of at least twelve months and will be the period commencing on the Business Day immediately following the close of the relevant initial offer period and ending on the 31 December of the following calendar year. The Initial Price will be taken as the starting price for the calculation of the Performance Fee.

The Performance Fee shall be up to 20% of the amount, if any, by which the Net Asset Value per Share of the Relevant Share Class (prior to reduction for accrued Performance Fee) as of the end of the relevant Calculation Period exceeds the "High Water Mark" (defined below).

The **High Water Mark** attributable to the Relevant Share Class is the Net Asset Value per Share of that Class as of the most recent 31 December at which a Performance Fee was paid by the Relevant Share Class (after reduction for the Performance Fee then paid and for the dividends paid out to the shareholders of the Relevant Share Class in relation to the Calculation Period then ending) and if no Performance Fee has ever been paid, then the initial Net Asset Value per Share of the Relevant Share Class.

A worked example of how the Performance Fees will be calculated for each Valuation Point is set out below.

The Performance Fees shall be calculated by the Administrator. The calculation of the Performance Fee will be verified by the Depositary and will not be open to the possibility of manipulation.

Excess performance is calculated net of all costs but may be calculated without deducting the Performance Fee itself, provided that in doing so it is in Shareholders’ best interests and would result in Shareholders paying reduced fees.

Net realised and unrealised capital gains plus net realised and unrealised capital losses as of the relevant Valuation Point shall be taken into account in calculating the Net Asset Value per Share. As a result, Performance Fees may be paid on unrealised gains which may subsequently never be realised.

Payment of the Performance Fee

The Performance Fee is payable to the Manager annually in arrears within 30 calendar days of each year end or such other timeframe as may be agreed from time to time. For the avoidance of doubt, the calculation of the Performance Fee does not crystallise more than once per year. If Shares are redeemed from the Fund during a Calculation Period, then any performance fee accrued in respect of the redeemed Shares will crystallise at the time of such redemption and be payable to the Investment Manager at the end of the relevant month in which the redemption takes place.

The Company will not apply an equalization per share method or a series accounting method. Consequently, there can be no guarantee that the performance fee applicable to the Relevant Share Class will be equitably borne by the Shareholders in that Class and the rateable performance fee to be borne by the Shareholders in that Class may be greater than or lesser than the performance fee borne by other Shareholders in that Class depending on, among other things, the performance of the Fund and the date of subscription for those Shares.

Example of Performance Fee

This example deals with accrual and payment of the Performance Fee for the Fund under different performance scenarios.

Valuation point	Gross NAV Per Share	High Water Mark	Performance Fee	Net Asset Value per Share
1	1 000 CZK	1 000 CZK	20 %	1 000 CZK
2	1 100 CZK	1 000 CZK	20 %	1 080 CZK
3	800 CZK	1 000 CZK	20 %	800 CZK
4	1 050 CZK	1 000 CZK	20 %	1 040 CZK
5	1 200 CZK	1 040 CZK	20 %	1 168 CZK
6	1 100 CZK	1 040 CZK	20 %	1 100 CZK
7	1 350 CZK	1 040 CZK	20 %	1 288 CZK
8	900 CZK	1 040 CZK	20 %	900 CZK
9	1 200 CZK	1 040 CZK	20 %	1 168 CZK
10	1 400 CZK	1 040 CZK	20 %	1 328 CZK

The Gross NAV per Share is the Net Asset Value per Share before deduction of the Performance fee.

Example n. 1

The Gross NAV per Share as of the Valuation Point 1 is equal to 1 000 CZK. Since it does not exceed the High Water Mark, a Performance Fee is not accrued. The Net Asset Value per Share is 1 000 CZK.

Example n. 2

The Gross NAV per Share as of the Valuation Point 2 increases to 1 100 CZK. The High Water Mark is exceeded therefore a Performance Fee in the amount of 20 CZK is accrued (20% of 100 CZK). The Net Asset Value per Share is 1 080 CZK.

Example n. 3

The Gross NAV per Share as of the Valuation Point 3 falls to 800 CZK. Since it does not exceed the High Water Mark of 1 000 CZK, a Performance Fee is not accrued. Moreover, all previously accrued Performance Fee is reversed. The Net Asset Value per Share is now 800 CZK.

Example n. 4

The Gross NAV per Share as of the Valuation Point 4 increases to 1 050 CZK. The Performance Fee is therefore 10 CZK (20% of 50 CZK). The Net Asset Value per Share is 1 040 CZK. The Valuation Point 4 is at the end of the Calculation Period and therefore the calculated Performance Fee becomes payable and 1 040 CZK becomes the High Water Mark for the new Calculation Period.

Example n. 5

The Gross NAV per Share as of the Valuation Point 5 increases to 1 200 CZK. The High Water Mark is exceeded and therefore the accrued Performance Fee is 32 CZK (20% of 160 CZK). The Net Asset Value per Share is 1 168 CZK.

Example n. 6

The Gross NAV per Share as of the Valuation point 6 falls to 1 100 CZK. The High Water Mark is exceeded, but the Performance Fee is overaccrued. All Performance Fee accruals exceeding 12 (20% of 60 CZK) are reversed. The Net Asset Value per Share is 1 100 CZK.

Example n. 7

The Gross NAV per Share as of the Valuation Point 7 increases to 1 350 CZK. The High Water Mark is exceeded, therefore a Performance Fee of 62 CZK (20% from 310 CZK) is accrued. The Net Asset Value per Share is 1 288 CZK.

Example n. 8

The Gross NAV per Share as of the Valuation Point 8 falls to 900 CZK. The Valuation Point 8 is at the end of the Calculation Period. Since the Gross NAV per Share does not exceed the High Water Mark of 1 040 CZK, no Performance Fee is calculated or payable and all Performance Fee accruals are reversed. The Net Asset Value per Share is 900 CZK. The High Water Mark at the level of 1 040 CZK is kept for the new Calculation Period.

Example n. 9

The Gross NAV per Share as the Valuation Point 9 increases to 1 200 CZK. The High Water Mark is exceeded, and therefore a Performance Fee of 32 CZK (20% from 160 CZK) is accrued. The Net Asset Value per Share is 1 168 CZK.

Example n. 10

The Gross NAV per Share as of the Valuation Point 10 increases to 1 400 CZK. The Valuation Point 10 is at the end of the Calculation Period. A Performance Fee is calculated in the amount of 72 CZK (20% from 360 CZK) and becomes payable. The Net Asset Value per Share is 1 328 CZK, which becomes the High Water Mark for the New Calculation Period.

Subscription Fee

Shareholders may be subject to a subscription fee calculated as a percentage of subscription monies not exceeding 5% of the Net Asset Value of Shares being subscribed.

Redemption Fee

The Company is permitted to charge a redemption fee not exceeding 3% of the Net Asset Value of Shares being redeemed. Notwithstanding this, the Directors are empowered to charge a redemption fee of up to 3% of the Net Asset Value per Share if they have reason to believe that any Shareholder requesting redemption is attempting any form of arbitrage on the yield of Shares in the Fund.

13. Dividends and Distributions

The Fund will reinvest all income and gains and it is not intended to declare dividends.

14. Risk Factors

An investment in the Fund is neither insured nor guaranteed by any government, government agencies or instrumentalities or any bank guarantee fund.

Shares of the Fund are not deposits or obligations of, or guaranteed or endorsed by, any bank and the amount invested in Shares may fluctuate up and/or down. An investment in the Fund involves certain investment risks, including the possible loss of principal.

The Risk Factors relating to the Fund include (but are not limited to):

Market Capitalisation Risk, Market Risk, Exchange Control and Repatriation Risk, Liquidity Risk, Credit Risk, Investing in Fixed Income Securities, Redemption Risk, Currency Risk, Share Currency Designation Risk, Changes in Interest Rates, Valuation Risk, Emerging markets Risks, Derivatives

Risks, Liquidity of Futures Contracts, Forward Trading, Foreign Exchange Transactions, OTC Markets Risk, Counterparty Risk, Absence of Regulation, Counterparty Risks, Risk of Cross-Liability for other Funds, Securities Lending Risk, Investment Manager Valuation Risk and Military Conflict Risks.

The attention of investors is drawn to the section of the Prospectus entitled “Risk Factors and Special Considerations” for more detailed information about the risks relating to the Fund.