

## LUXEMBOURG SELECTION FUND

Société d'Investissement à Capital Variable  
Registered Office: Northern Trust Global Services SE  
2C, rue Albert Borschette, L-1246 Luxembourg  
Registre de Commerce: Luxembourg B 96.268  
(the "Company")

---

### Notice to the shareholders of the sub-fund Luxembourg Selection Fund – Arcano Low Volatility European Income Fund (the "Sub-Fund")

---

Luxembourg, on 10 December 2019

The board of directors of the Company (the "Board") hereby informs the shareholders of the Sub-Fund of the following changes to the prospectus of the Company (the "Prospectus") applicable as of 13 January 2020 (unless otherwise indicated below):

#### 1. Investment oriented towards ESG guidelines

Arcano Capital SGIIC S.A.U., being the portfolio manager and promotor of the Sub-Fund (the "Portfolio Manager"), is committed to apply a responsible approach to credit investment. The Portfolio Manager aims to integrate ESG screening, monitoring and engagement into the Sub-Fund's investment analysis, as a way to recognize, analyse and tackle factors of long term risk.

Therefore, the Sub-Fund's investments will be subject to a comprehensive ESG assessment in which ESG factors, as determined by the Portfolio Manager in accordance with the new version of the Prospectus as well as the Sub-Fund's ESG policy available on the Portfolio Manager's website, are integrated into the analysis performed on each potential investment.

For the purpose of performing its analysis on each potential investment, the Portfolio Manager has developed a five-step approach as further described within the new version of the Prospectus as well as the Sub-Fund's ESG policy available on the Portfolio Manager's website.

For more information, shareholders are invited to consult the new version of the Prospectus available at the Company's registered office and the Sub-Fund's ESG policy available on the Portfolio Manager's website.

#### 2. Change of the Sub-Fund's name

The Sub-Fund's name will be changed to "*Luxembourg Selection Fund – Arcano Low Volatility European Income Fund – ESG Selection*". This change aims to emphasize the ESG approach mentioned above and to make it easier for investors to understand the Sub-Fund's investment orientation.

#### 3. Change of annual reset date for the variable management fee

This section only concerns shareholders having subscribed for shares of share classes VE-AP, VC-AP, VU-AP, VG-AP and VE-DP.

In order to simplify all stakeholders' internal accounts and investment decision processes, the Board has decided to align the date of the annual reset date of the variable management fee with the calendar year. Therefore, the annual reset date for the variable management fee will be changed from the 30<sup>th</sup> April to the 1<sup>st</sup> January of each year.

The next annual reset date will be on 1<sup>st</sup> January 2020.

**The calculation method and the set percentage per share class of the variable management fee remain unchanged.**

\*\*\*

The above mentioned changes are reflected in an updated version of the Prospectus dated December 2019 which will be made available to the shareholders at the registered office of the Company.

**Shareholders disagreeing with the changes described hereunder may redeem their shares of the Sub-Fund free of any charge from the date of this notice until 10 January 2020.**

Luxembourg, on 10 December 2019

The Board