

BOS INTERNATIONAL FUND
Investment company with variable capital
("Société d'investissement à capital variable")
Registered office: 33A, avenue J. F. Kennedy, L-1855 Luxembourg,
Grand Duchy of Luxembourg
RCS Luxembourg: B 225937
(the "Fund")

Luxembourg, 20 December 2021

Information to shareholders of the sub-fund "BOS INTERNATIONAL FUND - HIGH YIELD BOND" (the "Sub-Fund")

Dear Shareholder,

The board of directors of the Company (the "**Board of Directors**") hereby informs the shareholders of the Sub-Fund of the following particular changes to the prospectus of the Fund (the "**Prospectus**") and of its decision to proceed with the amendments set out below with effect as of 01 February 2022:

I. Amendments to the general part of the Prospectus

a. Restructuring of the Prospectus

Certain data/information which were previously disclosed in the Sub-Fund's supplements, including the section related to minimum holding amounts for Currency Hedged Share Classes and/or Share Classes designated for a currency other than the Reference Currency of a Sub-Fund, have been transferred from the supplements of each Sub-Fund to the general part of the Prospectus, in order to ease the readability for investors.

b. Amendment regarding the fees and expenses

Going forward, a conversion of Shares may be subject to a Conversion Fee of up to 2% of the Subscription Price, unless set out otherwise in the respective Sub-Fund's supplements. Furthermore, it is clarified that the Depository and Paying Agent are entitled to receive out of the assets of each Sub-Fund an annual fee of up to 0.07% of the Net Asset Value of each Sub-Fund or Share Class subject to a minimum fee per Sub-Fund or Share Class.

c. Data protection

UBS Fund Management (Luxembourg) S.A. (the "**Management Company**") may process, disclose and exchange confidential information and records including Personal Data between the Management Company, the UBS Group, and third parties (a) to allow holistic and efficient client coverage, relationship management and service delivery so that services provided by the Management Company and UBS Group entities are provided in a coordinated and efficient manner. Such coordinated activities may cover but are not limited to tailored marketing of products and services, internal reporting and coordinated group-wide internal risk management and service delivery which might be provided by the Management Company and UBS Group functions who may operate in different locations and different UBS legal entities; and (b) to procure services from service providers within the UBS Group and delegated third party services providers. The services may include portfolio management, distribution services, account management and administration, fund administration, transfer agent, advice with respect to financial services and instruments, the provision of banking services, transactions and payment processing, IT, data retention, risk management and compliance, audit, financial accounting and controlling, marketing services, credit and debt collection services.

II. Amendments related to the Sub-Fund

a. Investment objective

The Board resolved to update the investment objective in order to clarify that the Sub-Fund intends to provide income and capital growth by investing in below investment grade emerging markets debt securities.

b. Investment policy and specific restrictions of the Sub-Fund

Going forward, the Sub-Fund will focus primarily on fixed and floating rate securities of any maturity and subordination that may be either unrated or have a below investment grade credit rating (that may be measured by Standard & Poor's or any equivalent grade of other credit rating agencies). The securities may be denominated in various currencies, including USD, and issued by any corporate, governments, government agencies, supranational and international agencies worldwide, under local or other country's law.

The Sub-Fund will be enabled to invest up to 50% in emerging market investment grade or up to 25% in developed market debt securities. The Sub-Fund will have the possibility to invest up to 10% in aggregate of the Sub-Fund's net assets in CoCos and/or in convertible bonds. In addition, the Sub-Fund may, going forward, invest up to 10% in Distressed Debt Securities and Defaulted Securities and up to 10% in credit-linked securities, which the Investment Manager may use as a means to invest more rapidly and efficiently in certain segments of the high-yield, bank loan and investment grade debt markets. For the avoidance of doubt, direct investments into loans and loan origination are not contemplated to be undertaken. The Sub-Fund may also temporarily and on an ancillary basis, invest up to 40% in time deposits, cash and other Money Market instruments.

The Sub-Fund will still be able to invest in financial derivative instruments, both exchange traded and OTC on, for instance, credit indexes, single name and/or interest rates and currencies. The use of financial derivative instruments is possible for hedging and for investment purposes.

Furthermore, the Sub-Fund's investment policy may be conducted directly through single securities or indirectly through financial derivative instruments or other UCITS/UCIs. The Sub-Fund may invest up to 50% of its assets in other UCITS and UCIs.

c. Investor profile

The investor profile for investing in the Sub-Fund has been further adapted so that, going forward, the Sub-Fund may be suitable for investors looking to earn a high level of income, and to a lesser extent, some capital appreciation by investing in high-yield fixed income securities and with an investment horizon over the medium to long term. The Sub-Fund still targets risk-oriented investors with knowledge of capital markets and the ability to bear losses, as part of an investment portfolio.

d. Specific risks

Due to the modifications made to the investment policy of the Sub-Fund, further references to specific risks have been inserted in the Sub-Fund's supplement. Investors are invited to read carefully the relevant main specific risk disclaimers applicable to the Sub-Fund as well as the more general risk disclaimers added and/or adjusted in the general part of the Prospectus.

e. Global exposure and level of leverage

Going forward, the level of leverage of the Sub-Fund will generally not be expected to exceed 100% of the Sub-Fund's assets (previously the level of leverage could not exceed the Sub-Fund's Net Asset Value).

f. Increase of the Management Fees

The Management Fees applied to the Share Class Retail (C&D) have been increased from 1.05% to 1.10%.

This notice, which summarises the changes to the Prospectus, should be read in conjunction with the latest updated Prospectus.

All changes will be reflected in an updated Prospectus, with such document being dated **February 2022**, which will be made available to shareholders at the registered office of the Fund.

Capitalised terms not defined herein have the meaning as set forth in the Prospectus.

Shareholders of the Sub-Fund disagreeing with the changes described above may redeem their Shares of the respective sub-fund free of any charge from the date of this notice until 31 January 2022 (except for the changes reflected under section I.a., to which this does not apply).

Yours faithfully,

Luxembourg, on 20 December 2021

The Board of Directors