

**OnCapital SICAV**  
Société d'Investissement à Capital Variable  
Having its registered office at  
33A avenue J.F. Kennedy,  
L-1855 Luxembourg  
R.C.S. Luxembourg: B 170 380  
(the "FUND")

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**"Notice to Shareholders of the FUND"**

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Luxembourg, 17.01.2022

Dear Shareholder,

**The board of directors of the Fund (the "Board") would like to inform shareholders of**

**1. Sub-Fund 3 - OnCapital SICAV – GEM V: GLOBAL EQUITY FUND with Managed Volatility Fund on the change the Investment Policy and the Risk Management Methodology as determined below in track change modus:**

■ **Risk Management applicable to this Sub-Fund** ■

~~Limits concerning Global Exposure~~

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~~The Global Risk Exposure calculation method in accordance with applicable laws and regulations can be prepared based either on the commitment approach or the Value at Risk approach (relative or absolute). The risk management procedure shall also be applied within the scope of collateral management and the techniques and instruments for the efficient management of the portfolio as set forth in the CSSF Circular 14/592.~~

~~¶~~

~~Leverage~~

~~¶~~

~~Leverage is defined pursuant to the applicable ESMA guidelines and CSSF circular 11/512 as the total of the nominal values of the derivatives used by the Sub-Fund. According to the definition, leverage may result in artificially increased leverage amounts, as some derivatives that can be used for hedging purposes may be included in the calculation. Consequently, this information does not necessarily reflect the actual leverage risk that the investor is exposed to.~~

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~~The expected leverage is expressed in the table below as a ratio between the total of the nominal value and the net asset value of the Sub-Fund and is based on long-term expectations. Greater leverage amounts may be attained for the Sub-Fund, under certain circumstances.~~

Sub-Fund:	Risk management methodology applied:	Expected level of leverage (absolute value):	Reference Portfolio (Benchmark):
<i>OnCapital SICAV – GEM-V: GLOBAL EQUITY FUND with Managed Volatility Fund</i>	Relative VAR approach	0%–400%	The reference index is a well-diversified portfolio comprising large and medium cap stocks of developed markets.

¶  
 1. In accordance with CSSF Circular 11/512, reference portfolio must be disclosed for Sub-Funds for which the Global Risk Exposure is calculated using the Relative Value at Risk Approach. ¶

The Management Company will use the commitment approach, according to CSSF Circular 11/512 and article 47 of the CSSF Regulation 10/04, for determining the global exposure risk of the Sub-Fund. ¶

Sub-Fund's total commitment to financial derivative instruments is limited to 100% of the Sub-Fund's total net assets, which is quantified as the sum, as an absolute value, of the individual commitments, after consideration of the possible effects of netting and coverage. The Sub-Fund will make use of financial derivatives instruments in a manner not to materially alter its risk profile over what would be the case if financial derivatives instruments were not used. ¶

The Management Company will ensure that the overall risk linked to derivatives does not exceed the total net value of the portfolio of the Sub-Fund. ¶

A total leverage of up to 100% over the Net Asset Value of the Sub-Fund is admissible. This percentage does not represent an additional investment restriction and may vary from time to time. ¶

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## Investment Policy and Objective ¶

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 The investment objective of the Sub-Fund is to invest at least 50% of its assets in stocks, equity ETFs, ~~futures and options on equity indices as well as~~ units of UCITS and/or other UCIs as described in art 41 (1) indent e of the 2010 Law which mainly invest in equity securities of companies that are traded in the global capital markets and/or in equity securities of companies that derive a significant portion of their income in those global equity markets. ¶

The Sub-Fund may hold liquid assets as well as invest in bonds instruments, including fixed or floating rates, zero-coupons, government and treasury bonds, AND/OR convertible bonds, ~~options~~ and warrants as well as units of UCITS and/or other UCIs that invest in bank deposits and money market instruments and transferable debt securities. ¶

~~The Sub-Fund will make use of put options to protect the portfolio. This is not to be understood as a capital guarantee.~~ ¶

Companies shall be selected using an analytical approach centred around fundamentals. This is a medium/long-term investment perspective. ¶

~~Investments may also be made via UCIs and UCITS up to a maximum of 10% of net assets.~~ ¶

~~The Sub-Funds volatility will be managed by increasing or decreasing the economical exposure to the equity market. To this end as well as to hedge currency, market and interest rate risk, the Sub-Fund may use on a regular basis techniques and financial derivative instruments to meet its investment objective as well as to hedge currency, market and interest rate risk such as but not limited to index futures~~ provided that the provisions of the article 41 (1) g) of the 2010 Law and the provisions of the CSSF circular 11/512 are fulfilled. ¶

An appropriate risk management process is employed to monitor and measure at any time the risks of this position ¶

Investments are made in those currencies which best benefit the performance of the Sub-Fund. ~~The Sub-Fund may, while observing the following investment principles, buy and sell futures and options on financial instruments or conduct transactions for non-hedging purposes involving options on transferable securities.~~ ¶

## **2. The board of directors of the Fund (the “Board”) would like to inform shareholders**

Sub-Fund 1 - OnCapital SICAV – DYNAMIC MULTISTRATEGY

Sub-Fund 2 – OnCapital SICAV – LONG-SHORT DIVERSIFIED FUND

Sub-Fund 3 - OnCapital SICAV – GEM V: GLOBAL EQUITY FUND with Managed Volatility Fund

Sub-Fund 4 - OnCapital SICAV – FIXED INCOME

### **on the below changes of Performance fees:**

#### **On Sub-Fund 1 - OnCapital SICAV – DYNAMIC MULTISTRATEGY**

##### ***Performance Fee***

##### **Until End of 2021:**

A Performance fee of 10% of the net increase as a result of operation of each month,

- against the Euro Short-Term Rate €STR (overnight) Index rate + 100 basis points for class A and
  - against SARON (overnight) Index rate + 100 basis points for class B CHF hedged
- is paid to Investment Manager.

The performance commission is based on the following formula:

- Net Asset Value of the Sub-Fund at the end of the month
  - Net subscriptions (i.e. subscriptions – redemptions)
  - Net Asset Value of the Sub-Fund at the beginning of the month (= Net Asset Value at the end of the previous month) + Dividends paid (if any) = Net Increase as a result of operations
- The performance fee will be paid annually after the end of the calendar year within 15 working days following the end of the performance period under review; however, a provision for the accrued additional commission, if any, is made at each calculation of the Net Asset Value of the portfolio.
- Such performance fee shall only become due if the concerned Sub-Fund has:
  - on the one side, any negative balance carried forward in any given month have been covered (high-water-mark);
  - and on the other side, the net increase as a result of operations in the concerned month has over-performed
    - against the Euro Short-Term Rate €STR (overnight) Index rate+ 100 basis points performance (hurdle rate) for class A and
    - against SARON (overnight) Index rate for class B CHF hedged + 100 basis points performance (hurdle rate).

In this case the performance fee will be paid on the excess return of the net increase as a result of operations against the hurdle rate multiplied, on an actual basis, by the Net Asset Value of the sub-fund OnCapital - DYNAMIC MULTISTRATEGY at the beginning of the month (= Net Asset Value at the end of the previous month) minus Net subscriptions (i.e. subscriptions – redemptions) of the month.

- For the first performance fee calculation, the Net Asset Value of the Sub-Fund at the beginning of the month will be equal to zero and the net subscriptions will include the amount of the initial subscription.
- *In case of redemption or cash distribution, the proportion of the accrued provision corresponding to the number of shares redeemed or the amount corresponding to the cash distribution, shall be immediately crystallized and due to the portfolio manager.*

*The crystallization process consists in freezing the portion of performance fee connected to a redemption request of an investor during the investment period.*

As from 01.01.2022:

In addition to the Investment Management Fee, the Investment Manager is entitled to a performance fee (the "Performance Fee"). If applicable, the Performance Fee will be paid out of the net assets attributable to the relevant Share Class.

The Performance Fee shall be calculated and shall accrue at each Valuation Day and the accrual will be reflected in the Net Asset Value per Share of the relevant Share Class. The Performance Fee will be paid annually in arrears as soon as practicable after the close of the business on the Business Day following the end of the relevant Performance Fee Period.

Calculation Period means a period of 12 calendar months commencing in January in each year, provided that the first Calculation Period in respect of any Class of A and B Shares will be the period commencing on the date such Class A and B Shares are issued and ending on the last Business Day in December of the next year that such Class A and B share are issued.

The Performance Reference Period, which is the period at the end of which the past losses can be reset, corresponds to the whole life of the applicable Class.

The Performance Fee for each Performance Fee Period shall be equal to 20% of the amount, if any, by which the Net Asset Value of the relevant Share Class exceeds the Indexed Net Asset Value of such Share Class on the last Business Day of the Calculation Period.

"Indexed Net Asset Value" means in respect of the initial Calculation Period for a Share Class the Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period, adjusted by the Benchmark Return over the course of the Calculation Period.

For each subsequent Calculation Period for a Share Class, the "Indexed Net Asset Value" means either

- (i) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period, adjusted by the Benchmark Return over the course of the Calculation Period; or
- (ii) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the last HWM determination, adjusted by the Benchmark Return over the course of the Calculation Period.

"High Water Mark" means in respect of the initial Calculation Period for a Share Class the in Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period.

For each subsequent Calculation Period for a Share Class, the "High Water Mark" means either

- (i) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period; or
- (ii) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the last HWM determination.
  - "Benchmark Return" means for class A the performance of the **euro short-term rate (€STR) Overnight Index + 100 bps** over the course of the Calculation Period.

- "Benchmark Return" means for class B CHF hedged the performance of the **Swiss Average Rate Overnight Index + 100 bps** over the course of the Calculation Period.

In case of reported underperformances, the yield of the Benchmark Index will not be reset to zero and will be reported to the next Calculation Period.

The crystallization frequency is one per year.

**Shareholders in the Sub-Fund OnCapital SICAV – DYNAMIC MULTISTRATEGY should take explicitly into account that the Performance Fee has been increased from 10 % to 20 % as determined above.**

## **On Sub-Fund 2 – OnCapital SICAV – LONG-SHORT DIVERSIFIED FUND**

### **Performance Fee**

#### Until end of 2021:

At the last day of each month the Net Asset Value is calculated and a Performance fee of 20% of the net increase as a result of operation of each month, against the High-Water Mark is paid to Investment Manager.

The performance commission is based on the following formula:

- Net Asset Value of the Sub-Fund at the end of the month  
- Net subscriptions (i.e. subscriptions – redemptions)  
- Net Asset Value of the Sub-Fund at the beginning of the month (= Net Asset Value at the end of the previous month) + Dividends paid (if any) = Net Increase as a result of operations
- The performance fee will be paid annually after the end of the calendar year within 15 working days following the end of the performance period under review; however, a provision for the accrued additional commission, if any, is made at each calculation of the Net Asset Value of the Sub-Fund.
- Such performance fee shall only become due if the concerned Sub-Fund has:  
any negative balance carried forward in any given month that has been covered (high-water-mark);
- For the first performance fee calculation, the Net Asset Value of the Sub-Fund at the beginning of the month will be equal to zero and the net subscriptions will include the amount of the initial subscription.
- In case of redemption or cash distribution, the proportion of the accrued provision corresponding to the number of shares redeemed or the amount corresponding to the cash distribution, shall be immediately crystallized and due to the portfolio manager.  
*The crystallisation process consists in freezing the portion of performance fee connected to a redemption request of an investor during the investment period.*

#### As from 01.01.2022:

In addition to the Investment Management Fee, the Investment Manager is entitled to a performance fee (the "Performance Fee"). If applicable, the Performance Fee will be paid out of the net assets attributable to the relevant Share Class.

The Performance Fee shall be calculated and shall accrue at each Valuation Day and the accrual will be reflected in the Net Asset Value per Share of the relevant Share Class. The Performance Fee will be paid annually in arrears as soon as practicable after the close of the business on the Business Day following the end of the relevant Performance Fee Period.

Calculation Period means a period of 12 calendar months commencing in January in each year, provided that the first Calculation Period in respect of any Class of A and B Shares will be the period commencing on the date such Class A and B Shares are issued and ending on the last Business Day in December of the next year that such Class A and B share are issued.

The Performance Reference Period, which is the period at the end of which the past losses can be reset, corresponds to the whole life of the applicable Class.

The Performance Fee for each Performance Fee Period shall be equal to 20% of the amount, if any, by which the Net Asset Value of the relevant Share Class exceeds the Indexed Net Asset Value of such Share Class on the last Business Day of the Calculation Period.

"Indexed Net Asset Value" means in respect of the initial Calculation Period for a Share Class the Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period, adjusted by the Benchmark Return over the course of the Calculation Period.

For each subsequent Calculation Period for a Share Class, the "Indexed Net Asset Value" means either

- (i) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period, adjusted by the Benchmark Return over the course of the Calculation Period; or
- (ii) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the last HWM determination, adjusted by the Benchmark Return over the course of the Calculation Period.

"High Water Mark" means in respect of the initial Calculation Period for a Share Class the in Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period.

For each subsequent Calculation Period for a Share Class, the "High Water Mark" means either

- (i) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period; or
  - (ii) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the last HWM determination.
- "Benchmark Return" means for class A the performance of **the euro short-term rate (€STR) Overnight Index + 100 bps** over the course of the Calculation Period.
  - "Benchmark Return" means for class B CHF hedged the performance of the **Swiss Average Rate Overnight Index + 100 bps** over the course of the Calculation Period.

In case of reported underperformances, the yield of the Benchmark Index will not be reset to zero and will be reported to the next Calculation Period.

The crystallization frequency is one per year.

## **On Sub-Fund 3 - OnCapital SICAV – GEM V: GLOBAL EQUITY FUND with Managed Volatility Fund**

### **Performance Fee**

#### Until end of 2021:

A Performance fee is paid to the Investment Manager.

This variable fee is calculated on the basis of the Sub-Fund's average Net Asset Value over the month, multiplied by the difference between the Sub-Fund's performance relative to the High Water-mark, and the pro rata calculation of the SARON (overnight) index rate for the share class A / the pro rata calculation of the Euro Short-Term Rate €STR (overnight) index rate for the share class B EUR hedged, from the end of the previous month.

The performance fee is equal to 10% of the result obtained.

No performance fee shall be paid if the net asset value per share at the close of the preceding month is lower than the highest net asset value per share at the close of any other preceding month or than the initial net asset value (High Watermark principle).

In case of redemption or cash distribution, the proportion of the accrued provision corresponding to the number of shares redeemed or the amount corresponding to the cash distribution, shall be immediately crystallized and due to the portfolio manager. The crystallization process consists in freezing the portion of performance fee connected to a redemption request of an investor during the investment period.

Performance fees will be paid on an annual basis within 15 working days following the end of the performance period under review.

#### As from 01.01.2022:

In addition to the Investment Management Fee, the Investment Manager is entitled to a performance fee (the "Performance Fee"). If applicable, the Performance Fee will be paid out of the net assets attributable to the relevant Share Class.

The Performance Fee shall be calculated and shall accrue at each Valuation Day and the accrual will be reflected in the Net Asset Value per Share of the relevant Share Class. The Performance Fee will be paid annually in arrears as soon as practicable after the close of the business on the Business Day following the end of the relevant Performance Fee Period.

Calculation Period means a period of 12 calendar months commencing in January in each year, provided that the first Calculation Period in respect of any Class of A and B Shares will be the period commencing on the date such Class A and B Shares are issued and ending on the last Business Day in December of the next year that such Class A and B share are issued.

The Performance Reference Period, which is the period at the end of which the past losses can be reset, corresponds to the whole life of the applicable Class.

The Performance Fee for each Performance Fee Period shall be equal to 20% of the amount, if any, by which the Net Asset Value of the relevant Share Class exceeds the Indexed Net Asset Value of such Share Class on the last Business Day of the Calculation Period.

"Indexed Net Asset Value" means in respect of the initial Calculation Period for a Share Class the Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period, adjusted by the Benchmark Return over the course of the Calculation Period.

For each subsequent Calculation Period for a Share Class, the "Indexed Net Asset Value" means either

- (i) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period, adjusted by the Benchmark Return over the course of the Calculation Period; or
- (ii) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period,



adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the last HWM determination, adjusted by the Benchmark Return over the course of the Calculation Period.

"High Water Mark" means in respect of the initial Calculation Period for a Share Class the Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period.

For each subsequent Calculation Period for a Share Class, the "High Water Mark" means either

- (i) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period; or
- (ii) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the last HWM determination.
  - "Benchmark Return" means for class A the performance of the **Swiss Average Rate Overnight Index + 100 bps** over the course of the Calculation Period.
  - "Benchmark Return" means for class B EUR hedged the performance of the **euro short-term rate (€STR) Overnight Index + 100 bps** over the course of the Calculation Period.

In case of reported underperformances, the yield of the Benchmark Index will not be reset to zero and will be reported to the next Calculation Period.

The crystallization frequency is one per year.

**Shareholders in the Sub-Fund OnCapital SICAV – GEM V: GLOBAL EQUITY FUND should take explicitly into account that the Performance Fee has been increased from 10 % to 20 % as determined above.**

## On Sub-Fund 4 - OnCapital SICAV – FIXED INCOME

### Performance Fee

#### Until end of 2021:

A Performance fee is paid to the Investment Manager.

This variable fee is calculated on the basis of the Sub-Fund's average Net Asset Value over the month, multiplied by the difference between the Sub-Fund's performance relative to the High Water-mark, and the pro rata calculation of

the SARON (overnight) index rate for the share class A / the pro rata calculation of the Euro Short-Term Rate €STR (overnight) index rate for the share class B EUR hedged, from the end of the previous month. The performance fee is equal to 10% of the result obtained.

No performance fee shall be paid if the net asset value per share at the close of the preceding month is lower than the highest net asset value per share at the close of any other preceding month or than the initial net asset value (High Watermark principle).

In case of redemption or cash distribution, the proportion of the accrued provision corresponding to the number of shares redeemed or the amount corresponding to the cash distribution, shall be immediately crystallized and due to the portfolio manager. The crystallization process consists in freezing the portion of performance fee connected to a redemption request of an investor during the investment period.

Performance fees will be paid on an annual basis within 15 working days following the end of the performance period under review.

#### As from 01.01.2022:

In addition to the Investment Management Fee, the Investment Manager is entitled to a performance fee (the "Performance Fee"). If applicable, the Performance Fee will be paid out of the net assets attributable to the relevant Share Class.

The Performance Fee shall be calculated and shall accrue at each Valuation Day and the accrual will be reflected in the Net Asset Value per Share of the relevant Share Class. The Performance Fee will be paid annually in arrears as soon as practicable after the close of the business on the Business Day following the end of the relevant Performance Fee Period.

Calculation Period means a period of 12 calendar months commencing in January in each year, provided that the first Calculation Period in respect of any Class of A and B Shares will be the period commencing on the date such Class A and B Shares are issued and ending on the last Business Day in December of the next year that such Class A and B share are issued.

The Performance Reference Period, which is the period at the end of which the past losses can be reset, corresponds to the whole life of the applicable Class.

The Performance Fee for each Performance Fee Period shall be equal to 20% of the amount, if any, by which the Net Asset Value of the relevant Share Class exceeds the Indexed Net Asset Value of such Share Class on the last Business Day of the Calculation Period.

"Indexed Net Asset Value" means in respect of the initial Calculation Period for a Share Class the Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period, adjusted by the Benchmark Return over the course of the Calculation Period.

For each subsequent Calculation Period for a Share Class, the "Indexed Net Asset Value" means either

- (iii) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period, adjusted by the Benchmark Return over the course of the Calculation Period; or
- (iv) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend

distribution which have taken place since the last HWM determination, adjusted by the Benchmark Return over the course of the Calculation Period.

"High Water Mark" means in respect of the initial Calculation Period for a Share Class the in Initial Offer Price of the relevant Share Class multiplied by the number of Shares of such Share Class issued during the Initial Offer Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the Initial Offer Period.

For each subsequent Calculation Period for a Share Class, the "High Water Mark" means either

- (iii) where a Performance Fee was payable in respect of the prior Calculation Period, the Net Asset Value per Share of the relevant Share Class at the end of the prior Calculation Period multiplied by the number of Share of such Share Class in issue at the beginning of the Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the beginning of the Calculation Period; or
  - (iv) where no Performance Fee was payable in respect of the prior Calculation Period, the High Water Mark of the relevant Share Class at the end of the prior Calculation Period, adjusted on each Dealing Day by any subscriptions, redemptions or dividend distribution which have taken place since the last HWM determination.
- "Benchmark Return" means for class A the performance of the **Swiss Average Rate Overnight Index + 100 bps** over the course of the Calculation Period.
  - "Benchmark Return" means for class B EUR hedged the performance of the **euro short-term rate (€STR) Overnight Index + 100 bps** over the course of the Calculation Period.

In case of reported underperformances, the yield of the Benchmark Index will not be reset to zero and will be reported to the next Calculation Period.

The crystallization frequency is one per year.

**Shareholders in the Sub-Fund OnCapital SICAV – OnCapital SICAV – FIXED INCOME should take explicitly into account that the Performance Fee has been increased from 10 % to 20 % as determined above.**

**3. The board of directors of the Fund (the “Board”) would like to inform shareholders the addition on fee determination required by the Depository to be added Prospectus, which reads as follows:**

QUOTE

**Fees**

*The Depository is entitled to receive out of the net assets of the Fund a remuneration for its services as agreed in the Depository Agreement and as specified in the supplement for each sub-fund. In addition, the Depository is entitled to be reimbursed by the Fund for its reasonable out-of-pocket expenses and disbursements and for the charges of any correspondents.*

UNQUOTE

**Shareholders of the FUND/ in all of its Sub-Fund have due to the above added changes the right to redeem their shares cost freely until 18.02.2022.**

**An updated version of the Prospectus of the FUND as well as new versions of the KIIDs of the Sub-Funds of the FUND, reflecting the above may be obtained, free of any charges, at the Register Office of the Fund, at the Registered Office of the Management Company of the FUND.**

**These documents are also available at the web site of the Management Company.**

**Shareholders having any question relating to the above changes should not hesitate to contact their financial advisor or UBS Fund Management (Luxembourg) S.A.,**

Luxembourg, 17.01.2022

**The Board of Directors**