

Information to the Unitholders of Credit Suisse (Lux) Portfolio Fund Reddito EUR and to the Unitholders of Credit Suisse (Lux) Portfolio Fund Yield EUR Merger notice

Credit Suisse Fund Management S.A.

5, rue Jean Monnet,
L-2180 Luxembourg
R.C.S. Luxembourg B 72.925

(the "**Management Company**")

acting in its own name and on behalf of

CS Investment Funds 12

Fonds commun de placement
R.C.S. Luxembourg K 671

(the "**Fund**")

Notice is hereby given to the Unitholders of CS Investment Funds 12 – Credit Suisse (Lux) Portfolio Fund Reddito EUR and of CS Investment Funds 12 – Credit Suisse (Lux) Portfolio Fund Yield EUR

Notice is hereby given to the unitholders of Credit Suisse (Lux) Portfolio Fund Reddito EUR (the "**Merging Subfund**"), a subfund of the Fund, and to the unitholders of Credit Suisse (Lux) Portfolio Fund Yield EUR (the "**Receiving Subfund**"), that the board of directors of the Management Company (the "**Board of Directors**") decided to merge the Merging Subfund into the Receiving Subfund, which is also a subfund of CS Investment Funds 12, an undertaking for collective investment in transferable securities in the legal form of an investment company with variable capital, having its registered office at 5, rue Jean Monnet, L-2180 Luxembourg, and registered with R.C.S. Luxembourg under number K 671 (the "**Merger**").

I. Merger Type

The Board of Directors have resolved to proceed with the Merger in accordance with article 1(20)(a) and the provisions of Chapter 8 of the Luxembourg law of 17 December 2010 relating to undertakings for collective investment, as amended (the "**2010 Law**") and the article 20 of the management regulations of the Fund, by transferring all the assets and liabilities of the Merging Subfund to the Receiving Subfund.

The assets and liabilities of the Merging Subfund will be contributed to the Receiving Subfund as of 1 July 2020 (the "**Effective Date**").

II. Merger Rationale

The Board of Directors considers that the Merger is in the best interest of the unitholders of the Merging Subfund since the Merging Subfund and the Receiving Subfund have a similar investment objective and policy. Through the combination of their respective assets under management, the Management Company expects that the Merging Funds will be able to benefit from economies of scale and therefore more efficient portfolio management.

Also, following the Merger, the unitholders of the Merging Subfund will be able to benefit from the combined investment expertise of the co-investment managers of the Receiving Subfund being Credit Suisse Asset Management (Schweiz) AG and Credit Suisse (Italy) S.p.A. (the current investment manager of the Merging Subfund).

III. Impact of the Merger

Impact of the Merger on unitholders of the Receiving Subfund

The Merger aims to achieve economies of scale and will ensure that the assets of both the Merging and the Receiving Subfund can be managed more efficiently. The impact on the unitholders as a result of the Merger will be limited given the relative similarities between the Merging Funds and the Receiving Subfund.

Impact of the Merger on unitholders of the Merging Subfund

The Merger aims to achieve economies of scale and will ensure that the assets of the Merging Subfund can be managed more efficiently and allow the investors of the Merging Subfund to benefit from the combined investment expertise of both investment managers of the Receiving Subfund. The impact on the unitholders as a result of the Merger will be limited given the relative similarities between the Merging Subfund and the Receiving Subfund.

In exchange for the transfer of the assets and liabilities of the Merging Subfund, the Receiving Subfund shall issue units without charge, and the unitholders currently holding units in the Merging Subfund will receive units in the Receiving Subfund, as indicated in the table further below.

Merging Subfund CS Investment Funds 12 – Credit Suisse (Lux) Portfolio Fund Reddito EUR								Receiving Subfund CS Investment Funds 12 – Credit Suisse (Lux) Portfolio Fund Yield EUR							
Unit Class (Currency)	Type of Unit*	Minimum Holding	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.)	Ongoing Charges**	Synthetic Risk and Reward Indicator	Unit Class (Currency)	Type of Unit*	Minimum Holding	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.)	Ongoing Charges**	Synthetic Risk and Reward Indicator**
A (EUR)	D	n/a	5.00%	2.00%	1.20%	1.40%	3	A (EUR)	D	n/a	5.00%	2.00%	1.30%	1.45%	4
B (EUR)	ACC	n/a	5.00%	2.00%	1.20%	1.39%	3	B (EUR)	ACC	n/a	5.00%	2.00%	1.30%	1.45%	4
UA (EUR)	D	n/a	5.00%	2.00%	1.00%	1.19%	3	UA (EUR)	D	n/a	5.00%	2.00%	1.05%	1.22%	4
UB (EUR)	ACC	n/a	5.00%	2.00%	1.00%	1.19%	3	UB (EUR)	ACC	n/a	5.00%	2.00%	1.05%	1.22%	4
IB (EUR)	ACC	3.000.000	3.00%	2.00%	0.60%	0.79%	3	IB (EUR)	ACC	3,000,000	3.00%	2.00%	0.80%	0.80%	4
EB (EUR)	ACC	n/a	3.00%	2.00%	0.75%	0.75%	3	EB (EUR)	ACC	n/a	3.00%	2.00%	0.80%	0.75%	4
CB (EUR)	ACC	n/a	n/a	2.00%	1.50%	2.09%	3	CB (EUR)	ACC	n/a	n/a	2.00%	1.30%	2.19%	4

*ACC=accumulating

D=distribution

**Based on estimated ongoing charges respectively on simulation for the calculation of the Synthetic Risk and Reward Indicator.

The following table illustrates the similarities and the differences between the investment objectives and principles of the Merging Subfund and the Receiving Subfund:

Legal form, investment objectives, principles and investor profiles																					
Merging Subfund CS Investment Funds 12 – Credit Suisse (Lux) Portfolio Fund Reddito EUR	Receiving Subfund CS Investment Funds 12 – Credit Suisse (Lux) Portfolio Fund Yield EUR																				
<p>Legal form The Merging Subfund is a subfund of CS Investment Funds 12, a common fund (<i>fond commun de placement</i>) represented by its management company, Credit Suisse Fund Management S.A.</p>	<p>Legal form The Receiving Subfund is a subfund of CS Investment Funds 12, a common fund (<i>fond commun de placement</i>) represented by its management company, Credit Suisse Fund Management S.A.</p>																				
<p>Investment Objective The objective of this Subfund is to generate an appropriate return in the respective Reference Currency by investing in asset classes described below in accordance with the principle of risk diversification. The Subfund is actively managed without reference to a benchmark.</p>	<p>Investment Objective The objective of the Receiving Subfund is to generate an appropriate return in the respective Reference Currency by investing in the asset classes described below in accordance with the principle of risk diversification. The Subfund are actively managed without reference to a benchmark.</p>																				
<p>Investment Policy The Subfund invests its assets worldwide providing direct or indirect exposure to the asset classes described below. Indirect exposure may be achieved amongst others via the use of derivatives, structured products and Target Funds. The main part of investments will be made in the Reference Currency of the Subfund.</p>	<p>Investment Policy The Subfund invests its assets worldwide (including emerging countries) providing direct or indirect exposure to the asset classes described below. Indirect exposure may be achieved amongst others via the use of derivatives, structured products and Target Funds. The main part of the investments will be made in the respective Reference Currency of each Subfund. Thus, the risks associated with currency fluctuations are minimized in the long term. As further set out in chapter 4 of the Prospectus, the Investment Manager gives consideration to sustainability in its investment approach by taking into account ESG factors and the related sustainability risks in the investment decision making process, in addition to Risk and Return considerations.</p>																				
<p>Asset Allocation The total exposure to the asset classes listed below, whether direct or indirect, must not exceed the limits specified below (in % of the total net assets of the respective Subfund):</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Asset class</th> <th style="text-align: center;">Range</th> </tr> </thead> <tbody> <tr> <td>Cash and other cash equivalent</td> <td style="text-align: center;">0% –20%</td> </tr> <tr> <td>Fixed income</td> <td style="text-align: center;">10% –90%</td> </tr> <tr> <td>Equity</td> <td style="text-align: center;">10% –40%</td> </tr> <tr> <td>Alternative investments</td> <td style="text-align: center;">0% -20%</td> </tr> </tbody> </table>	Asset class	Range	Cash and other cash equivalent	0% –20%	Fixed income	10% –90%	Equity	10% –40%	Alternative investments	0% -20%	<p>Asset Allocation The total exposure to the asset classes listed below, whether direct or indirect, must not exceed the limits specified below (in % of the total net assets of the respective Subfund):</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Asset class</th> <th style="text-align: center;">Range</th> </tr> </thead> <tbody> <tr> <td>Cash and other cash equivalent</td> <td style="text-align: center;">0% –50%</td> </tr> <tr> <td>Fixed income</td> <td style="text-align: center;">35% –85%</td> </tr> <tr> <td>Equity</td> <td style="text-align: center;">15% –35%</td> </tr> <tr> <td>Alternative investments</td> <td style="text-align: center;">0% –20%</td> </tr> </tbody> </table>	Asset class	Range	Cash and other cash equivalent	0% –50%	Fixed income	35% –85%	Equity	15% –35%	Alternative investments	0% –20%
Asset class	Range																				
Cash and other cash equivalent	0% –20%																				
Fixed income	10% –90%																				
Equity	10% –40%																				
Alternative investments	0% -20%																				
Asset class	Range																				
Cash and other cash equivalent	0% –50%																				
Fixed income	35% –85%																				
Equity	15% –35%																				
Alternative investments	0% –20%																				

<p>In compliance with the provisions of Chapter 6, "Investment Restrictions", the exposure to alternative investments will be achieved indirectly through the use of one or more of the financial instruments listed below. The exposure to alternative investments may include commodities (including the individual categories of commodities), real estate, natural resources, hedge funds and precious metals or any combination of these asset classes. If the alternative investments are to be tracked via derivatives, this must be done using derivatives which have a financial index as their underlying</p>	<p>In compliance with the provisions of Chapter 6, "Investment Restrictions", the exposure to alternative investments will be achieved indirectly through the use of one or more of the financial instruments listed below. The exposure to alternative investments may include commodities (including the individual categories of commodities), real estate, natural resources, hedge funds and precious metals or any combination of these asset classes. If the alternative investments are to be tracked via derivatives, this must be done using derivatives which have a financial index as their underlying.</p>
<p>Profile of the Typical Investor This Subfund is suitable for investors with low risk tolerance and a medium-term view who wish to seek exposure to risk and return characteristics of mixed assets.</p>	<p>Investor Profile The Subfund is suitable for investors with medium risk tolerance and a medium-term view who wish to seek exposure to risk and return characteristics of mixed assets.</p>

The Merging and Receiving Subfunds have the same service providers, including the Management Company, depositary, administrator and auditor.

As part of the Merger, a major part of the portfolio of the Merging Subfund will be rebalanced in order to align the Merging Subfund's portfolio to the one of the Receiving Subfund, reflected further below. Investors in the Merging Subfund should note that transaction costs related to such rebalancing, will be borne by the Merging Subfund. The alignment of the portfolio of the Merging Subfund to the Receiving Subfund will ensure that investors remain fully invested in equities and similar instruments and that the investment objectives and principles / strategies of each of the Merging Subfund and the Receiving Subfund described above become comparable and lead to comparable market exposures soon after the closing of the Merging Subfund for redemptions. The above described portfolio rebalancing will take place between the date on which the Merging Subfund is closed for redemptions, as specified below, and the Effective Date.

As from the Effective Date, the Receiving Subfund will be co-managed by Credit Suisse Asset Management (Schweiz) AG and Credit Suisse (Italy) S.p.A.. The co-investment managers will be jointly responsible for taking investment decisions pertaining to the Receiving Subfund's investment portfolio. Unitholders of the Merging Subfund will benefit after the Merger from the expertise of both investment managers.

The respective unit classes in the Receiving Subfund sometimes differ from the corresponding unit classes of the Merging Subfund in terms of (i) applicable fees, costs and charges and (ii) hedging policy.

The issue of units in the Merging Subfund will be suspended with effect as from 22 May 2020. Accordingly, no further subscriptions in the Merging Subfund will be accepted as from the publication date of this notice, being 22 May 2020 at 1:00 p.m. (CET).

However, the unitholders of the Merging Subfund who do not agree with the Merger can apply for redemption and conversion of all or part of their units free of charge, other than those retained for disinvestment costs, during a period starting on the date of this publication, being 22 May 2020, and ending on 22 June 2020 at 1:00 p.m. (CET). Any redemption and conversion applications in the Merging Subfund received after 1:00 p.m. (CET) on 22 June 2020 will not be processed. Any such redemption requests should be submitted in the Receiving Subfund to its central administration, Credit Suisse Fund Services (Luxembourg) S.A., 5, rue Jean Monnet, L-2180 Luxembourg, on or after the Effective Date.

PricewaterhouseCoopers, *Société Coopérative*, with registered office at 2, rue Gerhard Mercator, L-2182 Luxembourg, Grand Duchy of Luxembourg, has been appointed by the Management Company on behalf of the Fund as the independent auditor in charge of preparing a report validating the conditions foreseen in the 2010 Law for the purpose of the Merger.

The last net asset value of the Merging Subfund will be calculated as of 1 July 2020.

As of the Effective Date, the unitholders of the Merging Subfund who have not applied for redemption of their units will receive a number of new units (as applicable) of the relevant unit class of the Receiving Subfund on the basis of the exchange ratio mentioned below (the "**New Units**") and no subscription charge will be applied in this respect. Investors may deal in their New Units before receiving the confirmation of the allocation of the New Units.

All costs of the Merger (with the exception of any dealing costs, audit costs, other miscellaneous costs and transfer taxes on the assets associated with the transfer of assets and liabilities and the custody transfer costs) will be borne by the Management Company, including legal, accounting and other administrative expenses.

Unitholders of the Merging Subfund should inform themselves as to the possible tax implications of the aforementioned changes in their respective country of citizenship, residence or domicile.

IV. Criteria adopted for the valuation of assets and liabilities on the date of calculating the exchange ratio

The assets and liabilities of the Merging Subfund and the Receiving Subfund will be valued in accordance with the valuation principles laid down in Chapter 8 of the current prospectus of the Fund and, article 12 of the management regulations of the Fund.

V. Calculation method of the exchange ratio

The exchange ratio will be calculated on 1 July 2020, based on the closing prices of 30 June 2020 and be published as soon as practicable. Unitholders of the Merging Subfund will be informed accordingly.

VI. Additional information for unitholders

Unitholders may receive additional information in respect of the Merger at the registered office of the Management Company at 5 rue Jean Monnet, L-2180 Luxembourg.

Once available, a copy of the common terms of merger adopted by the Board of Directors in relation to the Merger, a copy of the certificate issued by the depositary of the Fund in relation to the Merger and the auditor's statement on the terms and conditions of the Merger will be made available, free of charge, at the registered office of the Management Company.

Unitholders of the Merging Subfund should note that, once the above change enters into effect, the new prospectus, the key investor information documents, the management regulations and the last annual and semi-annual reports of the Fund may be obtained, free of charge, at the registered office of the Management Company or on the internet at www.credit-suisse.com.

The Board of Directors,
on behalf of the Fund

Luxembourg, 22 May 2020