

## Information to the Shareholders

### Merger notice

#### **CS Investment Funds 2**

Investment Company with Variable  
Capital under Luxembourg Law

5, rue Jean Monnet  
L-2180 Luxembourg  
R.C.S. Luxembourg B 124 019

(the “**Company**”)

Notice is hereby given to the Shareholders of **Credit Suisse (Lux) Global ILC Equity Fund** (the “**Merging Subfund**”) and to the Shareholders of **Credit Suisse (Lux) Global Dividend Plus Equity Fund** (the “**Receiving Subfund**”), both subfunds of CS Investment Funds 2, that the board of directors of the Company decided to merge the Merging Subfund into the Receiving Subfund (the “**Merger**”).

#### **I. Merger Type**

The board of directors of the Company (the “Board of Directors”) has 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 article 26 of the articles of incorporation of the Company, 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 20 November 2017 (the “**Effective Date**”).

#### **II. Merger Rationale**

The Merger is effected in order to streamline the existing product range of Credit Suisse and will increase the asset base of the Receiving Subfund ensuring that the assets in the Merging Subfund are managed more efficiently while having a similar allocation in terms of country and sector as well as style bias. The Board of Directors considers that the Merger is in the best interest of the Shareholders of the Merging Subfund and the Receiving Subfund.

#### **III. Impact on the shareholders of the Merging Subfund and the shareholders of the Receiving Subfund**

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

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 below 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.

Merging Subfund CS Investment Funds 2 - Credit Suisse (Lux) Global ILC Equity Fund								Receiving Subfund CS Investment Funds 2 - Credit Suisse (Lux) Global Dividend Plus Equity Fund							
Share Class (Currency)	Type of Share*	Minimum Holding	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.)	Ongoing Charges	Synthetic Risk and Reward Indicator	Share Class (Currency)	Type of Share*	Minimum Holding	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.)	Ongoing Charges	Synthetic Risk and Reward Indicator
B (USD)	CG	n/a	5.00%	2.00%	1.92%	1.96%	5	B (USD)	CG	n/a	5.00%	2.00%	1.92%	1.92%	5
EB (USD)	CG	n/a	3.00%	2.00%	0.70%	0.82%	5	EB (USD)	CG	n/a	3.00%	2.00%	0.70%	0.78%	5
IB (USD)	CG	500,000	3.00%	2.00%	0.70%	1.05%	5	IB (USD)	CG	500,000	3.00%	2.00%	0.70%	1.00%	5
UB (USD)	CG	n/a	5.00%	2.00%	1.50%	1.34%	5	UB (USD)	CG	n/a	5.00%	2.00%	1.50%	1.28%	5
UBH(CHF)	CG	n/a	5.00%	2.00%	1.50%	1.31%	5	UBH(CHF)	CG	n/a	5.00%	2.00%	1.50%	1.26%	5

\* CG = capital growth / D = distribution

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

Investment objectives, principles and strategy	
Merging Subfund CS Investment Funds 2 - Credit Suisse (Lux) Global ILC Equity Fund	Receiving Subfund CS Investment Funds 2 - Credit Suisse (Lux) Global Dividend Plus Equity Fund
<p><b>Investment Objective</b> The objective of the Subfund is to achieve the highest possible return in US dollars (Reference Currency), while taking due account of the principle of risk diversification, the security of the capital invested, and the liquidity of the invested assets. The investment process is driven by a proprietary bottom-up methodology for the stock selection based on the Industrial Life Cycle (ILC) process powered by Credit Suisse HOLT™. The ILC process segments the universe of investable companies according to their life cycle stage and evaluates them accordingly. While stock selection is supported by Credit Suisse HOLT™ the final investment decision remains with the investment manager.</p>	<p><b>Investment Objective</b> The objective of the Subfund is to achieve the highest possible return in the respective Reference Currency, while taking due account of the principle of risk diversification, the security of the capital invested, and the liquidity of the assets. The Subfund invests in a broadly diversified equity portfolio which can be expected to generate an above-average dividend yield.</p>

<p><b>Investment Principles</b></p> <p>At least two-thirds of the Subfund's assets are invested in equities and other equity-type securities and rights (American depository receipts [ADRs] and global depository receipts) of companies worldwide. The Subfund may also invest up to 40% in emerging countries and developing markets.</p> <p>In addition, the Subfund may in particular invest up to one-third of its total assets, on a worldwide basis and in any currency, in sight deposits or other deposits callable as per section 1) f) of Chapter 6 "Investment Restrictions", or in money market instruments as per section 1) h) Chapter 6 "Investment Restrictions".</p> <p>For hedging purposes and in the interest of the efficient management of the portfolio, the aforementioned investments may also be effected by way of derivatives, such as futures and options on equities, equity-type securities and equity indices of companies, provided the limits set out in Chapter 6, "Investment Restrictions", are observed.</p> <p>In addition, the Subfund may – subject to the investment principles set out above – invest up to 30% in structured products (certificates, notes) on equities, equity-type securities, equity baskets and equity indices of companies worldwide that are sufficiently liquid and issued by first-class banks (or by issuers that offer investor protection comparable to that provided by first-class banks). These structured products must qualify as securities pursuant to Art. 41 of the Law of December 17, 2010. These structured products must be valued regularly and transparently on the basis of independent sources. Structured products must not entail any leverage effect. As well as satisfying the regulations on risk spreading, the equity baskets and equity indices must be sufficiently diversified.</p> <p>Furthermore, to hedge currency risks and to gear its assets to one or more other currencies, the Subfund may enter into forward foreign exchange and other currency derivatives in accordance with section 3 of Chapter 6, "Investment Restrictions".</p> <p>The indices on which such derivatives are based shall be chosen in accordance with Art. 9 of the Grand-Ducal Decree of February 8, 2008.</p> <p>Liquid assets held by this Subfund in the form of sight and time deposits, together with debt instruments which generate interest income and UCITS which themselves invest in short-term time deposits and money market instruments may not exceed 25% of the Subfund's net assets.</p>	<p><b>Investment Principles</b></p> <p>At least two-thirds of the Subfund's assets are invested in equities and other equity-type securities and rights (American depository receipts [ADRs], global depository receipts, profit-sharing certificates, participation certificates, dividend rights certificates, etc.) of companies worldwide. The Subfund may also invest in emerging countries and developing markets.</p> <p>In the interest of the efficient management of the portfolio, the aforementioned investments may also be effected indirectly by way of derivatives, provided the limits set out in Chapter 6, "Investment Restrictions", are observed. Furthermore, the Subfund may make greater use of the derivative transactions listed below in order to optimize the overall portfolio return:</p> <p>a) buying and selling put and call options on equities and equity indices,  b) buying and selling futures on equities, equity indices and dividend indices as well as on the dividend yields of equities and equity indices. The Subfund may only enter into futures that are traded on a stock exchange or another regulated market open to the public that is domiciled in an OECD country.</p> <p>The indices on which such derivatives are based shall be chosen in accordance with Art. 9 of the Grand-Ducal Decree of February 8, 2008.</p> <p>In accordance with Chapter 6, "Investment Restrictions", derivatives may also be used for hedging purposes.</p> <p>Furthermore, to hedge currency risks and to gear its assets to one or more other currencies that fit the investment policy, the Subfund may enter into forward foreign exchange and other currency derivatives in accordance with section 3 of Chapter 6, "Investment Restrictions".</p> <p>The underlying value of all derivatives must not exceed 100% of the Subfund's Net Asset Value.</p> <p>Liquid assets held by this Subfund in the form of sight and time deposits, together with debt instruments which generate interest income and UCITS which themselves invest in short-term time deposits and money market instruments may not exceed 15% of the Subfund's net assets.</p> <p>In addition, the Subfund may – subject to the investment principles set out above – invest up to 30% of its net assets in structured products on equities, equity baskets and equity indices (certificates), equity volatility indices, dividend indices and dividend yields of equities and equity indices, that are sufficiently liquid and issued by first-class banks (or by issuers that offer investor protection comparable to that provided by first-class banks). These structured products must qualify as securities pursuant to Art. 41 of the Law of December 17, 2010. These structured products must be valued regularly and transparently on the basis of independent sources. Structured products must not entail any leverage effect. As well as satisfying the regulations on risk spreading, the equity baskets and equity indices must be sufficiently diversified.</p>
<p><b>Investor Profile</b></p> <p>This Subfund is suitable for investors who would like to participate in the economic development of the global equity market. The companies are selected regardless of their market capitalization (micro, small, mid, large caps) or affiliation to a particular geographical region or sector. This may lead to a concentration in geographical and/or sector terms.</p> <p>As the investments are focused on equities – which can be subject to wide fluctuations in value – investors should have a medium to long investment horizon.</p>	<p><b>Investor Profile</b></p> <p>This Subfund is suitable for investors who would like to participate in the economic development of the global equity market. The companies are selected regardless of their market capitalization (micro, small, mid, large caps) or affiliation to a particular geographical region or sector. This may lead to a concentration in geographical and/or sector terms.</p> <p>As the investments are focused on equities – which can be subject to wide fluctuations in value – investors should have a medium to long investment horizon.</p>

The Merging and Receiving Subfunds have the same service providers, including the management company, investment manager, depositary, administrator and auditor.

The respective share classes in the Receiving Subfund sometimes differ from the corresponding share classes of the Merging Subfund in terms of (i) applicable fees and (ii) synthetic risk and reward indicator. Furthermore, the issuance of shares following the Merger may result in a dilution of the participation of the current shareholders of the Receiving Subfund.

No further subscriptions in the Merging Subfund will be accepted as from 13 October 2017 at 3:00 p.m. (CET).

However, the shareholders of the Merging and the Receiving Subfunds who do not agree with the Merger can apply for redemption of all or part of their shares free of charge, other than those retained for disinvestment costs, during a one-month period starting on the date of this publication, being 13 October 2017, and ending on 13 November 2017 at 3:00 p.m. (CET).

Alternatively, the shareholders of the Merging Subfund may apply for the conversion of their shares into shares of other subfunds of the Company in accordance with the provisions of the section on the conversion of shares of the prospectus of the Company.

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 of the Company as the independent auditor in charge of preparing a report validating the conditions foreseen in the 2010 Law for the purpose of the Merger.

**Subscriptions and redemptions in the Receiving Subfund will be suspended from 13 November 2017 to 17 November 2017, inclusive. In the event that the suspension is required on another date and/or needs to be extended due to unforeseen circumstances, shareholders will be informed accordingly.**

**The last net asset value of the Merging Subfund will be calculated as of 20 November 2017.**

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

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 of the Company, including legal, accounting and other administrative expenses.

Shareholders 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 of the Merging Subfund and the Receiving Subfund will be valued in accordance with the valuation principles laid down in the articles of incorporation and the current prospectus of the Company.

**V. Calculation method of the exchange ratio**

The number of shares to be allocated to the shareholders of the Merging Subfund will be determined on the basis of the exchange ratio corresponding to the respective net asset value of the relevant share classes of the Merging Subfund and the Receiving Subfund, calculated in accordance with the prospectus of the Company and audited by the auditor of the Company on the Effective Date.

The exchange ratio will be calculated on 20 November 2017, based on the closing prices of 17 November 2017 and be published as soon as practicable.

**VI. Additional information for shareholders**

Shareholders may receive additional information in respect of the Merger at the registered office of the 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 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 Company.

The latest versions of the prospectuses, the key investor information documents, the articles of incorporations and the last annual and semi-annual reports of the Company may be obtained in accordance with the provisions of the respective prospectuses at the registered office of the Company or on the internet at [www.credit-suisse.com](http://www.credit-suisse.com).

The Board of Directors

Luxembourg, 13 October 2017