Eurobank Fund Management Company (Luxembourg) S.A.

Société anonyme
5, rue Jean Monnet, L-2180 Luxembourg
R.C.S. Luxembourg: B 0115125
(the "**Management Company**")

NOTICE TO UNIT HOLDERS OF (LF) SPECIAL PURPOSE EQUITY FORMULA BONUS FUND (THE "MERGING SUB-FUND") AND (LF) ABSOLUTE RETURN FUND (THE "RECEIVING SUB-FUND")

Sub-Funds of (LF),
a mutual investment fund organized under the laws
of the Grand-Duchy of Luxembourg

The investment objective and policy of (LF) Special Purpose Equity Formula Bonus Fund, as defined in the relevant Appendix of the Prospectus of (LF), arrived at maturity on 18 January 2016 and the swaps agreements will be terminated on 25 January 2016. The unit holders of (LF) Special Purpose Equity Formula Bonus Fund are informed that the outcome of the Sub-Fund's investment objective and policy from the start date to the termination date on 18 January 2016 is estimated to be as follows:

Active Class	Performance
Eurobank (LF) Special Purpose Equity Formula Bonus Fund	-5%
Postbank (LF) Special Purpose Equity Formula Bonus Fund	-5%

In accordance with the provisions of Article 20 of the Management Regulations of (LF), the Board of Directors of the Management Company has decided by resolution dated January 21, 2016 to merge **(LF) Special Purpose Equity Formula Bonus Fund** (the "Merging Sub-Fund") by contribution of all of its assets and liabilities, as per Article 1(20)(a) and Article 69(1)(a) of the Luxembourg law of 17 December 2010, into **(LF) Absolute Return Fund** (the "Receiving Sub-Fund"), each a sub-fund of (LF). This merger aims at rationalizing the existing range of products and creating scope for investment efficiencies. The merger will be effective as from 9 March 2016 (the "Effective Date").

The following table presents the differences between the Merging Sub-Fund and the Receiving Sub-Fund as of the date of the Merger:

Sub-Fund	Merging Sub-Fund **(LF) Special Purpose Equity Formula Bonus Fund**	Receiving Sub-Fund **(LF) Absolute Return Fund**
Investment objective and policy	Investment Objective The Sub-Fund aims mainly to provide high income in line with a systematic strategy on a selected equity index as described below (the "Derivative Investment Strategy"), bank deposits, money market instruments and an actively managed portfolio of transferable debt securities, including fixed and variable interest rate securities and government bonds admitted to an Official Listing or dealt in on a Regulated Market, traded worldwide. The Derivative Investment Strategy commences on July 25, 2014 and matures on January 18, 2016 ("Investment Period"). The Derivative Investment Strategy's performance at the end of the Investment Period is based on a performance valuation mechanism according to points a), b), c), d) and e) below: The Equity Index EURO STOXX 50 (Bloomberg ticker: SX5E Index) is selected ("Index"). The EURO STOXX 50 index tracks the 50 largest in terms of market capitalization and most liquid Super sector leaders in the Euro-zone. The weightings of Index are reviewed quarterly. Source: http://www.stoxx.com/download/indices/rulebooks/stoxx_indexguide.pdf (page 45) All index constituents and weights are freely available on the official website of the respective provider. July 25, 2014 is defined as "Strike Date" and January 25, 2016 is defined as "Swaps' Termination Date". If at the end of the Investment Period, Index is equal to or above of its level on Strike Date and below 103% of its level on Strike date, then on the Swaps' Termination Date the investor gains a coupon of 1.5% on the capital invested (being investments made by Unit holders on or before July 25, 2014). If at the end of the Investment Period, Index is equal to or above 103% of its level on Strike Date, then on the Swaps' Termination Date the investor gains coupon of 6.5% on the capital invested (being investments made by Unit holders on or before July 25, 2014). If at the end of the Investment Period, Index has fallen below its level on Strike Date, then on the Swaps' Termination Date the investor loses 5% of the capital invested (being investments made by Unit holders on or before July 25, 2014). The Board of Directors will decide if the coupon of 1.5% (case c) or the coupon of 6.5% (case d) calculated on the unit price on Strike Date, is paid on the Swaps' Termination Date by the Derivative Investment Strategy, or if the respective amount will be reinvested in the Sub-Fund. Investment policy The Sub-Fund seeks to achieve its investment objective as follows: - primarily, investing mainly in a portfolio composed of bank deposits, money market instruments, debt securities, mortgage-backed securities and asset-backed securities. The Sub-Fund may not invest more than 20% of its assets in mortgage-backed securities and asset-backed securities. The Sub-Fund may invest more than 35% of its assets in Greek Government bonds. - secondarily, entering into, one or several, over-the-counter derivative transactions called Equity linked swap agreements under ISDA (the "Swaps") with the aim of meeting the Investment Objective. The effect of this transaction is that the Sub-Fund exchanges part of the returns on its portfolio for returns specifically tailored to the Investment Objective of the Sub-Fund. The swap counterparty/ies will be selected from the following credit institutions: Barclays Bank PLC; BNP Paribas S.A.; Deutsche Bank A.G.; JPMorgan Chase Bank N.A.; Royal Bank of Scotland PLC; Société Générale S.A., Eurobank Ergasias S.A., Credit Agricole S.A., HSBC Bank PLC, Credit Suisse, UBS AG, Bank of America Merrill Lynch, Citigroup Global Markets Ltd, Morgan Stanley & Co International PLC. The name(s) of the swap counterparty/ies and the signed Swaps will be made available for inspection, upon investor(s) request, during normal business hours at the registered office of the Management Company. The swap counterparty/ies pay to or receive from the Sub-Fund during the Investment Period amounts described in the Swaps; payment flows will contribute to realization of the Derivative Investment Strategy. The Net Asset Value of the Sub-Fund, and therefore the value of the Sub-Fund's Units will increase (or decrease) in line with the valuation of both the portfolio of securities and the Swaps. The Swaps' aggregate notional amount will on Strike Date correspond to the Sub-Fund's Net Asset Value and will be adjusted on an ongoing basis based on the applicable valuation of the Swaps provided on a daily basis by the swap counterparties to take into account subscription and redemption requests in the Sub-Fund. The ability of the Sub-Fund to meet its Investment Objective is dependent on the ability of the swap counterparty/ies to meet their obligations under the Swaps. Also, the aforementioned ability of the Sub-Fund to meet its Investment Objective is dependent on the performance of the investment portfolio (i.e. the investors could materialize a loss on their capital not only in the case (e) of the Equity Strategy, but in the case of issuers' defaults in the investment portfolio). Liquidities, securities lending and repurchase agreements may be used within the limits described in sections 3.1. and 4. of this Prospectus. The Directors will decide before maturity of the Derivative Investment Strategy, whether the Sub-Fund will be liquidated, prolonged for a new term with a new investment objective and policy (in which case the prospectus will be amended accordingly) or contributed to another Sub-Fund of the Fund. Unit holders will be informed accordingly in due course. Should the Directors decide that the Sub-Fund will be prolonged for a new term or contributed to another Sub-Fund of the Fund, Unit holders will be offered a one month period during which they will have the possibility to redeem their Units free of charge before such changes become effective.	Investment objective and policy The investment objective of the Sub-Fund is to invest its assets mainly in transferable debt securities (incl. fixed and variable interest rate securities) such as government and corporate bonds but also in equities, admitted to an Official Listing or dealt in on Regulated Markets. The Sub-Fund could also use (buy or sell) futures/swaps/options on equity indices and interest rate, bonds and foreign exchange worldwide. The Sub-Fund may also gain credit exposure to specific issuers through the use of credit derivatives such as credit default swaps and options on such credit default swaps and to foreign exchange through the purchase of foreign exchange futures contracts. Liquidities, undertakings for collective investments, financial derivative instruments, structured financial instruments, securities lending and repurchase agreements may be used within the limits described in sections 3.1. and 4. of this Prospectus. Where the Sub-Fund invests in accordance with the principle of risk spreading in transferable securities or money market instruments issued or guaranteed by an EU member state, by its local authorities or by an eligible state or public international bodies of which one or more EU member states are members, the Sub-Fund may invest 100% of the net asset value in such securities provided that it holds securities from at least six different issues and the value of securities from any one issue must not account for more than 30% of the net asset value of the Sub-Fund. The Investment Manager will manage the Sub-Fund's assets with a view of medium volatility of returns for the Sub-Fund; the volatility is expected to be close to 5% annualised.
Risk factors	The main risk factors specific to this Sub-Fund are market and credit risks. These are explicitly described in the Investment Policy and are related to the fact the investor could potentially lose part of the capital invested. Other risk factors specific to this Sub-Fund are counterparty risks, reduced by signing Credit Support Annexes with the swap counterparty/ies and the risks associated to investment in equity securities, fixed income securities, mortgage-backed securities and asset-backed securities i.e. market risk, interest rate, liquidity and credit risks and, when relevant, risks associated with the use of financial derivatives. These risks are further described in points (i), (ii), (iii), (iv) and (vii) in "Risk factors" section of the Prospectus. The ability of the Sub-Fund to meet its Investment Objective is dependent on the ability of the swap counterparty/ies to meet their obligations under the Swap Agreements. Also, the aforementioned ability of the Sub-Fund to meet its Investment Objective is dependent on the performance of the investment portfolio. In case of default of the swap counterparty/ies, the Sub-Fund might attempt to replace the defaulting counterparty with a new counterparty at prevailing market conditions and bearing any replacement cost associated with the default of the initial swap counterparty. The same principle is followed in cases of defaults in the investment portfolio. There is no guarantee that the investment-return objective will be achieved. The calculation methodology for the global exposure is the relative VaR. The level of leverage is not expected to exceed 300%. The method selected for leverage computation is based on the sum of the notionals. The reference portfolio used for relative VaR computation is the following: 50% Euro Stoxx 50 + 50% BofA Merrill Lynch Greece Government Index.	The main risk factors specific to this Sub-Fund are market and credit risks. These are explicitly described in the Investment Objective and are related to the fact the investor could potentially lose part of the capital invested. While the Sub-Fund's investment strategies are designed to limit the downside risk, other risks associated mainly with the debt securities part of the Sub-Fund are not the subject of particular risk avoidance (debtor risk of an issuer of the instruments of the debt securities component, transfer, counterparty and settlement risk of securities transactions). In addition, transactions in futures/swaps/options carry a high degree of risk, since these transactions are "leveraged" or "geared". A relatively small market movement may have a proportionately larger impact, which may work for or against the investor. Finally, credit derivatives entail risks of losses due to default (or some other "credit event") of specific issuer(s) identified in the transaction documentation. There is no guarantee that the investment-return objective will be achieved. The Investment Manager will target a medium volatility of returns for the Sub-Fund. The volatility is expected to be close to 5% annualised. The calculation methodology for the global exposure is the absolute VaR. The level of leverage is not expected to exceed 300%. The method selected for leverage computation is based on the sum of the notionals.

Sub-Fund	Merging Sub-Fund **(LF) Special Purpose Equity Formula Bonus Fund**	Receiving Sub-Fund **(LF) Absolute Return Fund**
Investor profile	The Sub-Fund has a high-risk profile, mainly associated with the use of financial derivative instruments, linked to equity exposure. Investors should also consider the fact that the capital invested is potentially at risk. The Sub-Fund is addressed to investors with a short-term investment horizon and who are seeking return from exposure to equity markets.	This Sub-Fund is suitable for investors with a long term horizon, who are seeking capital appreciation and are prepared to accept medium risk to their capital.
Classes of Units	There are currently 4 Classes of Units available in the Sub-Fund: Eurobank, Eurobank I, Postbank and Bancpost. All above-mentioned Classes are denominated in Euro (EUR). The Classes have similar characteristics, with the exception that: - Classes with the term "I" in their denomination are reserved to institutional investors and consequently benefit from a reduced "taxe d'abonnement"; - the applicable maximum Management Fees and redemption charges differ from one Class to another as follows: All Units within each Class shall have equal rights as to redemption and proceeds in liquidation.	There are currently 8 Classes of Units available in the Sub-Fund: Eurobank, Eurobank I, Postbank, Postbank (BGN), Bancpost, Private Banking Class, Eurobank DIS, Private Banking DIS. The Classes have similar characteristics, with the exception that: - Classes with the term "I" in their denomination are reserved to institutional investors and consequently benefit from a reduced "taxe d'abonnement"; - all above-mentioned Classes are denominated in Euro (EUR), with the exception of the Postbank (BGN) Class which is denominated in Bulgarian Lev (BGN); - the applicable maximum Management Fees and redemption charges differ from one Class to another. All Units within each Class shall have equal rights as to redemption and proceeds in a liquidation.
Distribution/ accumulation	Distributing	The Units in the Classes Eurobank I, Eurobank, Postbank (BGN), Postbank, Bancpost and Private Banking Class are all non-distributing Units. The Units in the Classes Eurobank DIS and Private Banking DIS are all distributing Units.
Sales charge	Up to 4%	Up to 1%
Max. Redemption charge	Eurobank: 2% Eurobank I: 1% Postbank: 2% Bancpost: 2%	Eurobank: 1% Eurobank I: 0% Postbank: 2% Postbank (BGN): 2% Bancpost: 2% Private Banking Class: 0% Eurobank DIS: 2% Private Banking DIS: 0%
Max. Management fee	Eurobank: 4% Eurobank I: 3% Postbank: 4% Bancpost: 4%	Eurobank: 1,5% Eurobank I: 0,75% Postbank: 2% Postbank (BGN): 2% Bancpost: 2% Private Banking Class: 1,5% Eurobank DIS: 3% Private Banking DIS: 3%
Depositary fee	Up to 0.5% p.a.	Up to 0.2% p.a.
Performance fee	None	In addition to the annual Management Fee, the Management Company will be entitled to a Performance Fee, calculated and accrued on each Valuation Day and paid on a quarterly basis, provided that the Net Asset Value per Unit before Performance Fee is higher than the Target Net Asset Value per Unit. The Target Net Asset Value per Unit corresponds to the previous quarter end Net Asset Value per Unit multiplied by (1 + the Benchmark). The Benchmark is based on the calculated Weighted Average ECB rate + 250bps, prevailing within the period (i.e. quarterly) and prorated over the period considered. The Management Company will only be entitled to a Performance Fee if the quarter end Net Asset Value per Unit before Performance Fee is higher than any previous quarter end Net Asset Value per Unit on the basis of which a Performance Fee was paid (a "historical highest"). The Performance Fee will be equal to 20% of the difference between the Net Asset Value per Unit before Performance Fee and the Target Net Asset Value per Unit multiplied by the average number of Units outstanding on each Valuation Day since the beginning of the quarter. Payment of a Performance Fee may be due at the end of a quarter although the Benchmark has not been outperformed since last payment of a Performance Fee if (i) the quarter end Net Asset Value per Unit before Performance Fee outperforms the Benchmark over the quarter considered and (ii) the quarter end Net Asset Value per Unit corresponds to a "historical highest" as defined above.
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Furthermore, the Merging Sub-Fund and the Receiving Sub-Fund have the same reference currency (Euro), the same investment manager (Eurobank Asset Management Mutual Fund Management Company S.A.) and the same conversion charge, which may not exceed the difference between the sale charge paid initially when buying units of the Class they leave and the sale charge applicable to the Class of which they become Unitholders.

All features of the Receiving Sub-Fund will remain identical after the Effective Date and there is no material impact of this Merger on the unit holders of the Receiving Sub-Fund. In particular:

- Assets which will be held by the Merging Sub-Fund at the time of the merger will comply with the investment objective and policy of the Receiving Sub-Fund; therefore no rebalancing before the merger of the portfolios of the Merging Sub-Fund and the Receiving Sub-Fund is necessary;
- The Merger should not affect the management of the Receiving Sub-Fund's portfolio.

All costs related to the above Merger will be borne by the Management Company.

Unit holders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with this merger operation.

On 9 March 2016, the Receiving Sub-Fund will allocate to each unit holder in the Merging Sub-Fund a total number of units of the same class, rounded to the nearest thousandth of a unit. This total number of units shall be calculated by multiplying the number of units each unit holder holds in the Merging Sub-Fund by the exchange ratio, as described hereafter. The unit holders of the Merging Sub-Fund will therefore be able to exercise their unit holder rights in the Receiving Sub-Fund as from 9 March 2016.

The exchange ratio will be calculated on 8 March 2016 by dividing the net asset value per unit of the relevant class in the Merging Sub-Funds calculated on 8 March 2016 by the net asset value per unit of the same class in the Receiving Sub-Fund calculated on the same day.

Subscriptions in and/or conversions into the Merging Sub-Funds will not be accepted as from the publication of the present Notice to Unit holders.

Rights of the unit holders

As from the publication of the present Notice, unit holders of the Receiving Sub-Fund and of the Merging Sub-Fund who do not approve of the above merger will have the possibility to redeem or convert their units free of charge until 29 February 2016.

Redemption or conversion requests shall be addressed to the distributor in accordance with the provisions of the Prospectus of (LF).

The following documents are made available free of charge to the unit holders at the registered office of the Management Company and at the local distributor branches:

- the Common Terms of Merger;
- the latest version of the Prospectus of (LF);
- the latest versions of the Key Investor Information Documents of (LF);
- the latest version of the Management Regulations;
- the latest audited financial statements of (LF);
- the report prepared by the independent auditor appointed by the Management Company to validate the conditions foreseen in Article 71 (1), items (a) to (c) of the Luxembourg law of 17 December 2010;
- the certificate related to the merger issued by the depositary of (LF) in compliance with Article 70 of the Luxembourg law of 17 December 2010.

Luxembourg, January 26, 2016