

**BOCOM International Fund
(the “Fund”)**

**Global Strategic Emerging Markets Bond Fund
(the “Sub-Fund”)**

NOTICE TO UNITHOLDERS

This notice is important and requires your immediate attention. If you are in any doubt about the content of this notice, you should seek independent professional financial advice. BOCOM International Asset Management Limited, the manager of the Fund and the Sub-Fund (the “Manager”), accepts full responsibility for the accuracy of the information contained in this notice at the date of publication and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief, there are no other facts the omission of which would make any statement misleading.

All capitalized terms not defined herein shall have the same meaning in this notice as in the Explanatory Memorandum of the Fund (which includes the Appendix to the Explanatory Memorandum with respect to the Sub-Fund) dated October 2024, as may be amended and supplemented from time to time (the “**Explanatory Memorandum**”).

4 November 2024

Dear Unitholders,

The Manager wishes to inform you of the upcoming termination of the Sub-Fund.

A. Reason for the termination of the Sub-Fund

Pursuant to sub-clause 27.3 of the Trust Deed, the Sub-Fund may be terminated by the Manager in its absolute discretion on notice in writing if the aggregate Net Asset Value of the Units of the relevant classes outstanding thereunder shall be less than HK\$10,000,000.

The Net Asset Value of the Sub-Fund (as at 16 October 2024) is US\$4,881,309.11. Of the above Net Asset Value of the Sub-Fund, approximately 98% is held by BOCOM International Holdings Company Ltd. (the “**Seed Investor**”) as seed investments. The Manager is a wholly-owned subsidiary of the Seed Investor.

On the Last Dealing Day (i.e. the day of the Dealing Deadline, as defined below), the Seed Investor will redeem all of its investment in the Sub-Fund such that the Net Asset Value of the Sub-Fund will be less than HK\$10,000,000 on the Termination Date (as defined below). For the avoidance of doubt, the Seed Investor will not redeem any portion of its investment in the Sub-Fund before the Last Dealing Day (as defined below).

On this basis, the Manager proposes to terminate the Sub-Fund on 4 December 2024 (the “**Termination Date**”) pursuant to Clause 27.3 of the Trust Deed.

The Manager considers that the Sub-Fund will no longer be commercially viable and can no longer be operated in an economically efficient manner upon redemption by the Seed Investor. The Manager considers that it is in the best interests of Unitholders to terminate the Sub-Fund on the Termination Date.

B. Latest information of the Sub-Fund

As of 31 December 2023, the latest ongoing charges figures of the classes of Units of the Sub-Fund which have investors are as follows:

- Class R HK\$ (Acc): 2.56%
- Class R HK\$ (Dis): 2.56%
- Class A HK\$ (Acc): 1.91%
- Class A US\$ (Acc): 1.91%

The ongoing charges figure for Class R HK\$ (Acc), Class R HK\$ (Dis), Class A HK\$ (Acc) and Class A US\$ (Acc) is based on expenses for the year ended 31 December 2023.

For the avoidance of doubt, in respect of Class R HK\$ (Dis) of the Sub-Fund above, no distributions will be made by the Sub-Fund in respect of the 6-month period ended December 2024 as the Sub-Fund will be terminated on 4 December 2024. Any net distributable income as at the end of the 6-month period ended December 2024 will be distributed to the relevant Unitholders as part of the Compulsory Redemption Proceeds as further described in this notice below.

C. Implications of termination

For the avoidance of doubt, the Sub-Fund is no longer marketed to the public in Hong Kong and has been closed to further subscriptions.

We will apply to the SFC for the withdrawal of authorisation of the Sub-Fund following the termination of the Sub-Fund.

D. Establishment costs and termination costs

The Sub-Fund has no unamortised establishment costs.

The costs (such as legal, regulatory, or administrative costs) associated with the termination of the Fund will be borne by the Manager. For the avoidance of doubt, the termination costs of the Sub-Fund include the costs and expenses associated with the subsequent withdrawal of authorisation after its termination. However, costs relating to the normal operation of the Sub-Fund, such as transaction costs of liquidating the assets of the Sub-Fund and audit costs, will continue to be borne by the Sub-Fund.

E. Alternatives available to you as the Unitholder of the Sub-Fund

You may switch your Units in the Sub-Fund into Units of another SFC-authorized sub-fund of the Fund¹ without Switching Charge or redeem your Units in the Sub-Fund without Redemption Charge before 5:00 p.m. (Hong Kong time) on 29 November 2024 (the “**Dealing Deadline**”) in accordance with the procedures for switching and/or redemption (as applicable) as set out in the Explanatory Memorandum. Switching and redemption from the Sub-Fund will cease after the Dealing Deadline.

¹ SFC authorisation is not a recommendation or endorsement of a fund or does it guarantee the commercial merit of a fund or its performance.

Unitholders who apply for switching or redemption of Units through Authorised Distributor(s) should also note that such Authorised Distributor(s) may impose earlier dealing deadlines for receiving instructions for switching and/or redemption. Please also note that although we will not impose any charges in respect of your switching or redemption instructions, such Authorised Distributor(s) may charge you switching, redemption and/or transaction fees and may impose different dealing arrangements. Unitholders should pay attention to the arrangements of the Authorised Distributor(s) concerned.

Under normal circumstances, redemption proceeds will be paid in the base currency of the Sub-Fund by direct transfer or telegraphic transfer, normally within 5 Business Days after the relevant Dealing Day (or as otherwise specified in Appendix II of the Explanatory Memorandum) and in any event within one calendar month of the relevant Dealing Day or (if later) receipt of a properly documented request for redemption of Units.

F. Arrangements after the Dealing Deadline

The following arrangements will apply if you elect to take no action and remain in the Sub-Fund after the Dealing Deadline.

From the Last Dealing Day onwards, the Manager will start to realise the underlying investments of the Sub-Fund and the Sub-Fund will mainly hold cash. Therefore, from the Last Dealing Day onwards, the Sub-Fund will not be able to meet its investment objective and policy.

On the Termination Date, all Units in the Sub-Fund remaining in issue will be compulsorily redeemed and proceeds will be distributed to Unitholders (who hold Units in the Sub-Fund as at the Termination Date) according to the Net Asset Value per Unit of the Sub-Fund applicable as at the Termination Date multiplied by the number of Units held by the Unitholders in the Sub-Fund as at the Termination Date (the “**Compulsory Redemption Proceeds**”). The Compulsory Redemption Proceeds will be paid within 5 Business Days and in any event within one calendar month of the Termination Date.

G. Tax implications – Hong Kong

During such period as the Fund and the Sub-Fund are authorised by the SFC pursuant to section 104 of the SFO then, under present Hong Kong law and practice:-

- (a) The Fund and the Sub-Fund are not expected to be subject to Hong Kong tax in respect of any of its authorised activities.
- (b) No tax will be payable by Unitholders in Hong Kong in respect of dividends or other income distributions of any Sub-Fund so authorised or in respect of any capital gains arising on a sale, redemption or other disposal of Units of the Sub-Fund, except that Hong Kong profits tax may arise where such transactions form part of a trade, profession or business carried on in Hong Kong.

No Hong Kong stamp duty is payable where the sale or transfer of the Unit is effected by extinguishing the Unit or the sale or transfer is to the Manager who subsequently re-sells the Units within two months thereof.

Unitholders should take advice from their own professional advisers as to their particular tax position.

Copies of the Trust Deed together with all supplemental deeds are available for inspection during normal working hours at the offices of the Manager free of charge.

Should you wish to obtain a copy of the latest Explanatory Memorandum or the latest Product Key Facts Statement (“**KFS**”) of the Sub-Fund, please visit www.bocomgroup.com. Please note that this website has not reviewed by the SFC.

Should you have any questions about the changes described above, please contact the Manager at 9/F, Man Yee Building, 68 Des Voeux Road Central, Hong Kong or by telephone at (852) 2977 9225.

Yours faithfully,

BOCOM International Asset Management Limited