

**EDM INTERNATIONAL**  
*Société d'Investissement à Capital Variable*  
11/13 Boulevard de la Foire, L-1528 Luxembourg  
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**NOTICE to the SHAREHOLDERS of the sub-funds**

**EDM International – Strategy Fund**

and

**EDM International –Emerging Markets**

(each a “Sub-Fund”)

of

**EDM INTERNATIONAL**  
(the “Company”)

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Dear shareholder,

The board of directors of the Company hereby informs you of the following changes in relation to the prospectus of EDM International (the “**Prospectus**”):

1) Amendments in relation to the sub-fund EDM International – Strategy Fund:

In order to harmonize the ESG descriptions of the sub-funds which are managed by the same investment manager and which have a similar ESG strategy the Company has, taken the decision to amend the sustainability related disclosures in the Prospectus.

2) Amendments in relation to the sub-fund EDM International – Emerging Markets:

The Company has, taken the decision to include the following amendments in the Prospectus:

- (i) To rename the Sub-Fund to EDM International – Global Equity Impact Fund;
- (ii) To categorize the Sub-Fund as a product that promotes environmental and social characteristics according to article 8 of the provisions of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (the “**SFDR**”);
- (iii) To amend the investment policy of the Sub-Fund as follows:

The Sub-Fund seeks capital growth by investing its portfolio mainly but not exclusively in a diversified portfolio of global equity securities publicly traded on regulated markets.

The Sub-Fund is investing directly or indirectly in global equity securities and investments are made across sectors and market capitalizations without any restriction as to the issuer’s domicile. This also includes investments in the emerging markets.

The Sub-Fund promotes environmental and social characteristics pursuant to the Article 8 SFDR and will additionally have a minimum proportion of 50% of sustainable investments.

As part of its investment policy, the Sub-Fund's investments are made in accordance with pre-determined sector exclusion criteria. As a rule, the Sub-Fund opposes investment in companies whose main activity involves the manufacture of controversial weaponry (anti-personnel), gambling, and pornography. The investment manager is implementing screening criteria to monitor holdings for compliance with the investment manager's exclusionary screening.

In addition to the binding sector exclusion criteria, ESG criteria and carbon footprint targets, as well as stricter social criteria, are being analysed prior to any investment.

Besides promoting the above mentioned environmental and social characteristics, the Sub-Fund will commit to making sustainable investments. Investments classified as 'sustainable' will apply to at least 50% of the portfolio contributing to a social or environmental objective, not significantly harming any social or environmental objective, and ensuring that investee companies follow good governance practices as described below.

In order for investments to be considered as sustainable, they must have a measurable impact within the framework of the United Nations' 17 Sustainable Development Goals (SDG), designed as a blueprint to eradicate poverty and other deprivations by improving health and education, reducing inequality, protecting the planet, and ensuring global prosperity. The investment is based on a thorough process of selecting companies from the overall investment sphere, whose activity, management model, and results aim to mitigate the overarching social issues and the sustainability of the planet's resources identified in the SDGs. The selection process uses several criteria to determine if the majority of a company's revenue or commercial activity affects one or more of the 17 SDGs.

Each investment's degree of alignment with the 17 SDG is monitored based on the metrics of external providers. The percentage of a company's revenue directly linked to activities identified in the SDGs will also be analysed.

Impact measurement indicators: specific metrics associated with activity will be tracked. These metrics are updated and monitored annually. These metrics include, for example, the percentage of female employees, long-term objectives, millions of tons of CO2 emitted, compliance with reduction targets, etc..

The process of identifying the main adverse impacts (those that may significantly harm any environmental or social objective (i.e. DNSH assessment)) is conducted when selecting assets in which to invest. This is based on internal exclusion criteria and the UN Global Compact, an international initiative that encourages companies to incorporate 10 universal principles concerning human rights, labour, the environment, and the fight against corruption into their strategies and operations and to act in a way that advances the social targets and implementation of the SDGs. In order to ensure that investee companies follow good governance practices, the investment managers investment team engages with the investee companies through onsite visits, conferences, meetings, and a policy of active dialogue with CEOs, CFOs, and investor relations to monitor the

businesses. During these engagements, any good governance issues as well as other issues will be raised and discussed during governance calls, members of the investment manager's investment team discuss with companies planned governance changes, upcoming proxies and ESG-related risks. Additionally, the composition of the board of directors is also assessed, with an annual review of the number of members and their status as independent directors. Also taken into consideration are the stakes in the company held by the management team and the founders.

More product-specific information can be found on the website: [www.edm.es](http://www.edm.es)

The direct link to the EDM Responsible Investment Policy is as follows:

<https://www.edm.es/es/documents/edm-politica-inversion-socialmente-responsable-abril21.pdf>

The Sub-Fund may hold ancillary liquid assets or cash equivalent transferable debt securities and money market instruments with a residual maturity of less than 12 months.

The Sub-Fund is actively managed without replicating any benchmark and without reference to any benchmark.

The Sub-Fund will at all times comply with the investment restrictions as detailed in section 13 of the Prospectus.

For hedging purposes the Sub-Fund may use financial derivatives instruments as set out in section 15 "Risk Management" of the Prospectus.

The potential effect of the use of financial derivative instruments on the risk profile is to diminish the risk of currency fluctuation.

- (iv) To remove Comgest S.A. as sub-investment manager for the Sub-Fund;
- (v) To reduce the investment management fees for class L EUR shares from currently 1.65% p.a. to 1.10% p.a., calculated on the average monthly net assets of the Sub-Fund, payable monthly in arrears.

The shareholders of the Company's sub-fund EDM International – Emerging Markets are allowed to redeem their shares free of charge for the period of one month as from the date of the sending of the present notice, i.e. until 30 May 2022 08:00 (MET), should they not agree with the changes applicable to them and which are related to the amendments disclosed above.

All changes are applicable as from 30 May 2022 and are reflected in the updated Prospectus dated May 2022 which is available at the registered office of the Company.

The Company's board of directors

Luxembourg, 29 April 2022