

RBC Funds (Lux)
Société d'Investissement à Capital Variable
14, Porte de France
L-4360 Esch-sur-Alzette
R.C.S. Luxembourg B.148.411
(the "**Company**")

Notice to the shareholders

Dear shareholder,

The board of directors of the Company (the "**Board of Directors**") is writing to inform you of certain changes it is making to the Company and its prospectus (the "**Prospectus**").

- Section "**2. Management and Administration**" has been amended in order to reflect the recent departure of Mr. Clive Brown from the Board of Directors and the co-optation of Ms. Siu-Wai Ng in replacement.
- Section "**5 General Information**" has been supplemented with:
 - a new section "**5.15 Outsourcing Arrangements and Confidential Information**" in order to reflect the outsourcing arrangements of RBC Investor Services Bank S.A., the Company's Administrative and Domiciliary Agent, and the confidential information concerned by such arrangements; and
 - a new section "**5.16 Benchmarks Regulation**" as to reflect the requirements of Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds since the performance fee mechanisms use a benchmark for their calculation.
- Section "**6.2 Management Company**" has been amended to reflect the revised remuneration policy of Candriam Luxembourg, *société en commandite par action*, the management company of the Company, which now, among others, promotes responsible staff behaviour which duly considers sustainability impacts in the context 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**").
- A new section "**7.8 Performance Fee Arrangements**" has been added in order to reflect the performance fee mechanisms with regards to RBC Funds (Lux) – Vision Global Horizon Equity Fund – Class O2 (acc) - USD and RBC Funds (Lux) – Emerging Markets Value Equity Fund – Class O1 (acc) – USD.
- Section "**8.2 Environmental, Social and Governance Factors**" has been amended in order to reflect the SFDR by describing the integration of the sustainability risks into the investment decision and the results of the assessment of the likely impacts of sustainability risks on the returns of the sub-funds of the Company.
- Section "**8.4 Risk Factors**" has been supplemented with one new risk factor "*Sustainability Risk*" in the context of SFDR.
- Section "**10.11 Additional Information for German Tax Resident Investors**" has been amended to reflect that the following sub-funds will qualify as "Equity Funds" in the meaning of sec. 2 para 6 German Investment Tax Act:
 - RBC Funds (Lux) – Vision Global Horizon Equity Fund;
 - RBC Funds (Lux) – European Equity Focus Fund;
 - RBC Funds (Lux) – Asia ex-Japan Equity Fund;
 - RBC Funds (Lux) – Japan Ishin Fund; and
 - RBC Funds (Lux) – Emerging Markets Value Equity Fund.

- In the context of SFDR, Appendices 1, 2, and 3 have been updated in order to reflect the categorization of the sub-funds of the Company as well as the assessment of the likely impacts of sustainability risks on their returns.

The SFDR provides high-level definitions and distinguishes the three following product categories:

- “article 6 products” which are considered as non-responsible investments or standard products (“**Article 6**”);
- “article 8 products” which are financial products that promote, among other characteristics, environmental or social characteristics, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices (“**Article 8**”); and
- “article 9 products” which are products that have sustainable investment as their objective.

The sub-funds of the Company have been categorized as follows:

Name of the sub-fund	Categorization pursuant to the SFDR
Equity sub-funds	
RBC Funds (Lux) – Global Equity Focus Fund	Article 8
RBC Funds (Lux) – Ansvarlige Globale Investeringer Fund	Article 8
RBC Funds (Lux) – Vision Global Horizon Equity Fund	Article 8
RBC Funds (Lux) – European Equity Focus Fund	Article 6
RBC Funds (Lux) – Canadian Equity Value Fund	Article 6
RBC Funds (Lux) – U.S. Equity Focus Fund	Article 8
RBC Funds (Lux) – Asia ex-Japan Equity Fund	Article 6
RBC Funds (Lux) – Japan Ishin Fund	Article 6
RBC Funds (Lux) – China Champions Fund	Article 6
RBC Funds (Lux) – Emerging Markets Value Equity Fund	Article 6
RBC Funds (Lux) – Emerging Markets Equity Fund	Article 8
RBC Funds (Lux) – Emerging Markets Equity Focus Fund	Article 8
RBC Funds (Lux) – Emerging Markets ex-China Equity Fund	Article 8
RBC Funds (Lux) – Emerging Markets Small Cap Equity Fund	Article 8
RBC Funds (Lux) – Emerging Markets Multi-Strategy Equity Fund	Article 6
RBC Funds (Lux) – Global Resources Fund	Article 6
Bond sub-fund	
RBC Funds (Lux) – U.S. Investment Grade Corporate Bond Fund	Article 6
Allocation sub-fund	
RBC Funds (Lux) – Growth Portfolio	Article 6

Consequently, a new “**Appendix 4 – Disclosures related to Sub-Funds which promote environmental or social characteristics**” has been added with more information on sub-funds categorized as Article 8.

The new wordings in respect of each sub-fund will not entail any change to the investment universe in which they already invest, nor the way the portfolios are managed, and will not result in the sub-funds investing in different assets they currently invest into. In addition, the overall risk profile of the sub-funds also will not change due to the additional wordings.

- The “**Appendix 1 – The Equity Sub-Funds**” has been amended as follows with respect to:
 - RBC Funds (Lux) – Vision Global Horizon Equity Fund: addition of new class O2 shares including a performance fee mechanism.
 - RBC Funds (Lux) – Emerging Markets Value Equity Fund: addition of a performance fee mechanism for class O1 shares.
- The “**Appendix 2 – The Allocation Sub-Funds**” has been amended as follows with respect to:
 - RBC Funds (Lux) – Global Bond Fund: removal of the appendix of the sub-fund following its liquidation on 27 August 2020.
- The “**Appendix 3 – The Allocation Sub-Fund**” has been amended as follows with respect to:

- RBC Funds (Lux) – Growth Portfolio: the management fees in respect of share O classes have been reduced as from 1 October 2020, thereby reducing the total expense ratio cap, as well as for share O1 and P classes, and such reductions have been reflected in the appendix of the sub-fund.
- Minor amendments to the Prospectus have been made for consistency purposes, mainly to reflect the above-mentioned changes and clarifications.

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The above changes will be effective March 29 2021 and reflected in an updated Prospectus dated March 2021.

The updated Prospectus will be available at the registered office of the Company and online at www.rbcgam.lu.

Capitalised terms used in this notice shall have the same meaning ascribed to them in the Prospectus unless the context otherwise requires.

Should you have any questions in relation to the above, please contact the Company at the address first above-mentioned.

Yours faithfully,

Luxembourg, March 29 2021

The board of directors of RBC Funds (Lux)