



DEGROOF PETERCAM ASSET MANAGEMENT



## DPAM HORIZON B SA

### *Prospectus*

*January 2022*

SICAV with an umbrella structure (multiple sub-funds) under Belgian law opting for investments meeting the conditions of Directive 2009/65/EC

#### **Appendices attached to this prospectus:**

- Articles of Association
- Periodic reports

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## PREAMBLE

### Restrictions on subscription and transfer of shares

#### General

This Prospectus does not constitute an offer or solicitation in any country in which such offer or solicitation is not lawful, or in which the person making such offer or solicitation is not authorized to do so.

Potential subscribers should consult their legal, tax or other professional adviser before deciding to subscribe to or acquire shares in the SICAV.

#### United States and U.S. Persons

The shares of the SICAV have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "**Securities Act**") or any other similar law promulgated by the United States including any state or other political subdivision of the United States or its territories, possessions or other regions subject to United States jurisdiction (hereinafter referred to collectively under the term "**United States**"). Furthermore, the SICAV has not been and will not be registered in accordance with the requirements of the U.S. Investment Company Act of 1940.

Consequently, the shares of the SICAV may not be offered, sold or assigned in the United States or to U.S. Persons as defined by Regulation S.

For the purposes of this prospectus, the term "U.S. Resident as defined by Regulation S" shall be understood to comprise the persons referred to in Regulation S of the Securities Act, and refers in particular to any natural person resident in the United States, and any legal person (partnership, joint stock company, limited liability company or any similar entity) or any other entity incorporated or organized under the laws of the United States (including any estate or trust of such a person created in the United States or organized under the laws of the United States or any investor acting on behalf of such persons).

Investors are obliged to inform the SICAV immediately if they are or if they become U.S. Residents as defined by Regulation S. If the SICAV learns that an investor is a U.S. Resident as defined by Regulation S, the SICAV shall be entitled to carry out the forced reimbursement of the shares concerned in accordance with the provisions of the Articles of Association and of this prospectus.

These restrictions apply without prejudice to other restrictions, including in particular those arising from legal and/or regulatory requirements associated with the implementation of FATCA (as defined hereunder). Investors are urged to read attentively the sections "Application of FATCA in Belgium" and "Restrictions on subscription to and holding of shares" before subscribing to shares of the SICAV.

## PRESENTATION OF THE SICAV

**Name:** DPAM HORIZON B

**Legal form:** Société anonyme (public limited company)

**Formation date:** 22 December 1998

**Term:** indefinite

**Registered office:** Rue Guimard 18, 1040 Brussels

### **Status:**

public SICAV (société d'investissement à capital variable or open-ended collective investment company) with multiple sub-funds having opted for investments meeting the conditions of Directive 2009/65/EC and governed, as regards its operation and investments, by the law of 3 August 2012 on Undertakings for Collective Investment meeting the conditions of Directive 2009/65/EC and credit institutions issuing covered bonds (hereinafter the Law of 2012) and by the Royal Decree of 12 November 2012 on Undertakings for Collective Investment meeting the conditions of Directive 2009/65/EC (hereinafter the Royal Decree of 2012).

### **List of sub-funds marketed by the SICAV (launch date):**

DPAM HORIZON B Balanced Growth (30/07/1999)

DPAM HORIZON B Balanced Flexible (07/04/2003)

DPAM HORIZON B Bonds Global Inflation Linked (17/09/2009)

DPAM HORIZON B Bonds EUR Quality Short Term (01/02/2011)

DPAM HORIZON B Defensive Strategy (02/11/2011)

DPAM HORIZON B Balanced Strategy (02/11/2011)

DPAM HORIZON B Active Strategy (02/11/2011)

DPAM HORIZON B Balanced Low Strategy (31/03/2014)

DPAM HORIZON B Global Diversified World (15/12/2015)

### **Types of shares:**

Category "A": distribution shares..

Category "B »": capitalisation shares.

### **Share classes:**

#### **Class A:**

**distribution shares offered to the public.**

#### **Class V:**

distribution shares which differ from class **A** shares due to the fact that (i) at the discretion of the management company they may be offered to distributors and platforms in the United Kingdom, Switzerland and European Union Member States, excluding Bank Degroof Petercam Belgium and Bank Degroof Petercam Luxembourg, (ii) they may be offered by distributors and platforms that have entered into separate remuneration agreements with their customers that are not subject to any rebate, and (iii) they are not subject to a rebate on management fees.

#### **Class V EUR HEDGED:**

distribution shares which differ from class **V** shares due to the fact that the exchange risk against the euro is hedged. The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

#### **Class E:**

distribution shares which differ from class **A** shares due to the fact that (i) they are reserved for eligible investors<sup>1</sup> acting on their own account, (ii) they have a minimum initial subscription amount, (iii) a different management fee and (iv) a different annual tax.

#### **Class A EUR HEDGED:**

distribution shares which differ from class **A** shares due to the fact that the exchange risk against the euro is hedged. The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

<sup>1</sup> "eligible investors" are investors, within the meaning of Article 5 of the Law of 3 August 2012, namely the corporate customers referred to in Appendix A of the Royal Decree of 3 June 2007 on the rules transposing the Directive on markets in financial instruments (MiFID), as well as eligible counterparties within the meaning of Article 3, §1 of the above-mentioned Royal Decree of 3 June 2007 and legal entities which are not considered corporate investors and which have asked to be entered in the FSMA register of eligible investors. The natural person, also the legal person that are not part of the definition eligible investors as mentioned above, have no access to this share class, also if the subscription are made in the context of a discretionary mandate.

## **Class E EUR HEDGED:**

distribution shares which differ from class **E** shares in that the exchange risk against the euro is hedged. The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

## **Class M:**

distribution shares which differ from class **A** shares due to the fact that they (i) are reserved for investors currently holding one or more discretionary management mandates with one or more Degroof Petercam Group companies, (ii) they are reserved for the account(s) to which these discretionary management mandates apply, (iii) they are reserved for all-in mandates and due to the fact that (iv) they have a different management fee. *In this context, "all in" includes at least the management fees and custody fees charged on the account (s) to which these "all in" discretionary management mandates apply.*

## **Class M EUR HEDGED:**

distribution shares which differ from class **M** shares due to the fact that the exchange risk against the euro is hedged.

The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

## **Class B:**

**capitalisation shares offered to the public.**

## **Class B LC:**

capitalisation shares which differ from class **B** shares due to the fact that (i) they are reserved for investors affected, directly or indirectly, by one or more current "Services Agreement Life Cycle" contracts with Degroof Petercam Asset Management, and (ii) that they have a different management fee.

## **Class W:**

capitalisation shares which differ from class **B** shares in that (i) at the discretion of the management company they may be offered to distributors and platforms in the United Kingdom, Switzerland and European Union Member States, excluding Banque Degroof Petercam Belgium and Banque Degroof Petercam Luxembourg, (ii) they may be offered by

distributors and platforms which have separate remuneration agreements with their customers that are not subject to any rebate and (iii) they are not subject to a rebate on management fees.

## **Class W EUR HEDGED:**

capitalisation shares which differ from class **W** shares in that the exchange risk against the euro is hedged. The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

## **Class F:**

capitalisation shares which differ from class **B** shares due to the fact that (i) they are reserved for eligible investors acting on their own account (ii) they require a minimum initial subscription, (iii) they have a different management fee and (iv) a different annual tax.

## **Class F LC:**

capitalisation shares which differ from class **F** shares due to the fact that (i) they are reserved for investors affected, directly or indirectly, by one or more current "Services Agreement Life Cycle" contracts with Degroof Petercam Asset Management, (ii) they have no minimum initial subscription amount and (iii) that they have a different management fee.

## **Class B EUR HEDGED:**

capitalisation shares which differ from class **B** shares due to the fact that the exchange risk against the euro is hedged. The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

## **Class F EUR HEDGED:**

capitalisation shares which differ from class **F** shares in that the exchange risk against the euro is hedged. The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*



## **Class J:**

capitalisation shares which differ from shares of class **F** due to the fact that (i) they are reserved for investors for which there are currently one or more discretionary management mandates with one or several companies of the Degroof Petercam Group, (ii) they are reserved for accounts to which these discretionary management mandates apply, (iii) that they have no minimum subscription amount and in that (iv) they have a different management fee.

## **Class J EUR HEDGED:**

capitalisation shares which differ from class **J** shares due to the fact that the exchange risk against the euro is hedged.

The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

## **Class N:**

capitalisation shares which differ from class **B** shares due to the fact that (i) they are reserved for investors having one or more current discretionary management mandates with one or more companies belonging to Degroof Petercam Group, and (ii) they are reserved to the account (s) to which these discretionary management mandates apply, and (iii) they are reserved for all-in mandates and in that (iv) they have a different management fee. *In this context, "all in" includes at least the management fees and custody fees charged on the account (s) to which these "all in" discretionary management mandates apply.*

## **Class N EUR HEDGED:**

capitalisation shares which differ from class **N** shares due to the fact that the exchange risk against the euro is hedged.

The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

## **Class P:**

capitalisation shares which differ from class **F** shares due to the absence of (i) a management fee and (ii) a minimum initial subscription and in that (iii) they are

reserved for investors currently holding one or more discretionary management mandates with Degroof Petercam Asset Management and (iv) they are reserved for the account(s) to which these discretionary management mandates apply.

## **Class P EUR HEDGED:**

capitalisation shares which differ from class **P** shares due to the fact that the exchange risk against the euro is hedged.

The manager must take measures to systematically hedge the exchange risk in relation to the sub-fund's reference currency within a tolerance threshold defined in the information on the sub-fund. *Investors are advised that carrying out an exchange risk hedging policy may result in additional costs as mentioned in the information on the sub-fund.*

## **Minimum initial subscription per sub-fund:**

Class E, F, E EUR HEDGED, F EUR HEDGED: € 25,000.00.

Minimum holding for all classes: one share

The financial service has a system in place to permanently check that people who have subscribed to shares in a share class benefiting, with regard to one or more points, from more advantageous arrangements, or people who have acquired such shares, meet the stated criteria.

## **Board of Directors of the SICAV:**

### **Chairman:**

- Mr Yvon LAURET, Independent director of the SICAV, Associé de Adeis (Luxembourg) SA

### **Board Members:**

- Mr Philippe DENEFF, Head of Quantitative Equity & Asymmetric Asset Management, Member of the Executive Committee of Degroof Petercam Asset Management SA
- Mr Jeroen SIONCKE, Chief Risk Officer, Member of the Executive Committee of Degroof Petercam Asset Management SA
- Ms Caroline TUBEUF, Head of Legal & General Secretary Degroof Petercam Asset Management SA
- Mr Tomás MURILLO, Member of the Management Committee of Degroof Petercam Asset Management SA

## Individuals responsible for effective management:

- Mr Philippe DENEFF, Head of Quantitative Equity & Asymmetric Asset Management, Member of the Executive Committee of Degroof Petercam Asset Management SA, director in various mutual funds.
- Mr Jeroen SIONCKE, Chief Risk Officer, Member of the Executive Committee of Degroof Petercam Asset Management SA, director in various mutual funds.

## Management company:

The SICAV which has appointed a Management Company of undertakings for collective investment:

Degroof Petercam Asset Management SA with the abbreviation Degroof Petercam AM or DPAM (hereinafter DPAM)

### Registered office:

Rue Guimard 18, 1040 Brussels

### Incorporation:

29 December 2006

### Term:

unlimited

### Composition of the Board of Directors:

- **Chairman:**
- Mr Bruno COLMANT, non-executive Director, CEO of Banque Degroof Petercam SA
- **Members:**
- Mr François WOHRER, non-executive Director, Head of Investment Banking, Financial Markets
- Mr Jean-Baptiste DOUVILLE de FRANSSU, non-executive Director
- Mr Laurent DE MEYERE, non-executive Director (UCITS V)
- Mrs. Véronique JEANNOT, Director-General Banque Degroof Petercam France
- Mr. Jean-Michel LOEHR, Independent Director (UCITS V)
- Mr Hugo LASAT, Chairman of the Executive Committee and CEO
- Mr Peter DE COENSEL, Head of Fixed Income Management, Member of the Executive Committee
- Mr Philippe DENEFF, Head of Quantitative Equity & Asymmetric Asset Management, Member of the Executive Committee

- Mr Tomás MURILLO, Head of Institutional Sales and Distribution International, Member of the Executive Committee
- Mr Johan VAN GEETERUYEN, Head of Conviction Global Balanced Funds, Member of the Executive Committee
- Mr Yves CEELEN, Head of Institutional Portfolio Management, Member of the Executive Committee
- Mr Jeroen SIONCKE, Chief Risk Officer, Member of the Executive Committee
- Ms Sylvie HURET, Chair of the Management Board of DPAS, non-executive Director
- Mr Frank VAN BELLINGEN, non-executive Director
- Ms Caroline TUBEUF, Head of Legal & General Secretary, Member of the Executive Committee

### Composition of the Executive Committee:

- Mr Hugo LASAT, Chairman of the Executive Committee
- Mr Peter DE COENSEL
- Mr Philippe DENEFF
- Mr Tomás MURILLO
- Mr Johan VAN GEETERUYEN
- Mr Yves CEELEN
- Mr Jeroen SIONCKE
- Ms Caroline TUBEUF

### Auditors:

PwC Reviseurs d'Entreprises, SRL, represented by Mr Damien WALGRAVE, Woluwedal 18, 1932 Zaventem.

### Subscribed capital:

€ 52,539,353.14

### Paid capital:

€ 52,539,353.14

### Other undertakings for collective investment for which the management company is appointed:

DPAM INVEST B SA  
OMEGA PRESERVATION FUND SA  
ERGO FUND, public common fund  
DPAM CAPITAL B SA  
DPAM DBI-RDT B SA

### Delegation of the management of the SICAV:

DEGROOF PETERCAM ASSET SERVICES S.A. - 12, rue Eugène Ruppert at L-2453 Luxembourg.

## Financial Service(s):

BANQUE DEGROOF PETERCAM SA, Rue de l'Industrie 44, 1040 Brussels

## Distributor:

DPAM, Rue Guimard 18, 1040 Brussels.

## Custodian of the SICAV:

Banque Degroof Petercam Luxembourg S.A, Belgian branch, a credit institution under Luxembourg law with registered office at 12 rue Eugène Ruppert L-2453 Luxembourg, Grand-Duché de Luxembourg acting through its Belgian branch (located at Rue Guimard 19, 1040 Brussels) (the "Custodian") has been appointed as the custodian of the SICAV under the terms of a written agreement (the "**Custodian Agreement**").

The Custodian fulfils the obligations and duties set out under the applicable laws and regulations and, in particular, the tasks stipulated in the Law of 2012.

In particular, the Custodian is responsible for the safekeeping of the SICAV's assets in accordance with applicable legal and regulatory provisions. The Custodian may entrust all or part of the assets of the SICAV that it holds in custody to sub-custodians as may be determined by the Custodian from time to time.

In addition, the Custodian

- i) ensures that the assets in its custody correspond to the assets specified in the SICAV's accounts;
- ii) ensures that the number of units in circulation specified in its account corresponds to the number of units in circulation specified in the SICAV's accounts;
- iii) ensures that the sale, issue, repurchase, redemption, and cancellation of the SICAV's units are carried out in accordance with the applicable legal and regulatory provisions, the Articles of Association and prospectus of the SICAV;
- iv) ensures that the net asset value of the SICAV's units is calculated in accordance with applicable legal and regulatory provisions, the Articles of Association and the prospectus;
- v) ensures that the investment limits set by applicable legal and regulatory provisions, the Articles of Association and the prospectus of the SICAV are respected;
- vi) carries out the instructions of the SICAV or the Management Company unless they conflict with the applicable legal and regulatory provisions, the Articles of Association or the prospectus of the SICAV;

vii) for transactions involving the SICAV's assets, ensures that the proceeds are sent to it within the normal time frames;

viii) ensures that rules on fees and expenses as set by applicable legal and regulatory provisions, the Articles of Association and the prospectus of the SICAV are respected;

ix) ensures that the SICAV's income is allocated in accordance with the applicable legal and regulatory provisions, the Articles of Association and prospectus of the SICAV.

Finally, the Custodian shall ensure that the SICAV's cash flows are properly monitored and, more specifically, that all payments made by or on behalf of participants in the subscription for units of the SICAV have been received and that all cash held by the SICAV has been booked to a cash account in accordance with the legal provisions.

The Custodian must act honestly, fairly, professionally, independently and solely in the interest of the SICAV and of the shareholders of the SICAV.

The Custodian shall not carry out activities with regard to the SICAV or the management company acting on behalf of the SICAV that may create conflicts of interest between the SICAV, the shareholders, the management company and itself. An interest is a source of incentive of any nature whatsoever and a conflict of interest is a situation in which the Custodian's interests, when carrying out its activities, are not in line with those of the SICAV, the shareholders and/or the management company.

The Custodian may provide a number of banking services for the SICAV, either directly or indirectly, in addition to its custodian services, in the strict meaning of the term.

The provision of additional services, and capital links between the Custodian and some of the SICAV's partners, may lead to conflicts of interest between the SICAV and the Custodian.

Situations that may potentially lead to conflicts of interest for the Custodian in the exercise of its activities include the following:

- if the Custodian is likely to make a financial gain or avoid a financial loss at the expense of the SICAV;
- if the Custodian's interest in exercising its activities is not in line with the interest of the SICAV;
- if the Custodian, motivated by financial or other reasons, puts a client's interests before those of the SICAV;
- if the Custodian receives or will receive a benefit for exercising its activities, in addition to its normal fees, from a counterparty other than the SICAV;



- if the Custodian and the management company are directly or indirectly linked to Banque Degroof Petercam Luxembourg S.A. and if certain employees of Banque Degroof Petercam Luxembourg S.A. are members of the Board of Directors of the management company;
- if the Custodian employs delegates and sub-delegates to perform its duties;
- if the Custodian provides a number of banking services for the SICAV in addition to its custodian services.

The Custodian may exercise this type of activity provided that it has separated, according to function and hierarchy, its custodian duties and its other tasks that could give rise to a potential conflict of interests and if the potential conflicts of interest have been duly detected, managed, monitored and notified to the SICAV's shareholders.

The Custodian has implemented procedures and measures on conflicts of interest to mitigate, identify, prevent and ease potential conflicts of interest, to ensure, in particular, that in the event of a conflict of interest, the Custodian's interest is not unjustly favoured.

To that end:

- employees of Banque Degroof Petercam Luxembourg S.A. who are members of the Board of Directors of the SICAV shall not participate in the management of the SICAV. This duty shall continue to be the responsibility of the management company, which will either perform or delegate the task, in accordance with its own procedures and code of conduct;
- no employee of Banque Degroof Petercam Luxembourg S.A. performing or participating in safekeeping, surveillance and/or monitoring of cash flow duties may be a member of the Board of Directors of the SICAV.

The current list of sub-custodians and other delegates used by the Custodian is available at [www.dpamfunds.com](http://www.dpamfunds.com) ('Regulatory information' tab).

The Custodian shall manage any conflicts of interest that may arise with its sub-delegates. The Custodian has not observed any conflicts of interest with its sub-delegates to date.

If a potential conflict of interest arises with the Custodian, despite the measures put in place to mitigate, identify, prevent and ease them, the Custodian must comply with its legal and contractual obligations to the SICAV at all times.

If a conflict of interest is likely to have a significant adverse effect on the SICAV or the shareholders of the SICAV and cannot be resolved, the Custodian shall duly inform the SICAV, which will take appropriate action.

Updated information relating to the Custodian, its tasks, any conflicts of interest, any delegated custodial duties, as well as the list of delegates and sub-delegates and the identification of conflicts of interest that may arise from such delegation, can be obtained at the shareholders' request.

The remuneration of the Custodian with respect to the different sub-funds of the SICAV is described in the appendices detailing the sub-funds.

### Auditor of the SICAV:

PwC Reviseurs d'Entreprises, SRL, with registered office at Woluwedal 18, 1932 Sint-Stevens-Woluwe, represented by Mr Brieuc LEFRANCQ, independent auditor.

The auditor's responsibilities include the examination of accounting data contained in the SICAV's annual report.

### Financial Group promoter of the SICAV:

Degroof Petercam.

### Remuneration policy:

The remuneration policy has been established by DPAM in accordance with the requirements of the rules on remuneration policy in AIF and UCITS management companies. Since DPAM is a subsidiary of a credit institution providing investment services, the remuneration policy also takes into account certain rules and regulations applicable to its parent company.

The remuneration policy may be summarised as follows:

- The remuneration policy promotes sound and effective risk management and does not encourage risk-taking that exceeds the level of risk tolerated by DPAM and which is inconsistent with the risk profiles or the instruments constituting the AIFs and UCITS managed by DPAM;
- In particular, the remuneration policy promotes sound and effective risk management with regard to sustainability risks, while the remuneration structure does not encourage excessive risk-taking;
- The remuneration policy is in line with the economic strategy, objectives, values and interests of the Management Company, SICAV and investors and incorporates measures to avoid conflicts of interest;
- The remuneration policy within the Degroof Petercam Group and its subsidiaries promotes equal treatment of remuneration packages and other benefits granted

to staff members based on the functions and responsibilities assumed, as well as a balance in line with market practices between fixed and variable remuneration based on performance objectives. The remuneration package is composed of a fixed salary, mainly based on skills and experience, a group insurance plan or a supplementary pension and variable remuneration;

- A performance assessment is carried out based on financial and nonfinancial, individual and collective criteria as part of the annual Individual Appraisal process (Performance Management Cycle) implemented within the Group by the GHR (Human Resources Department of Bank Degroof Petercam); the remuneration policy implemented by DPAM includes appropriate qualitative criteria that seek to align the risks and interests of employees with those of the investment funds (UCITS and AIF) they manage, of the investors of those funds and the Management Company, and the sound and effective management of sustainability risks in the short, medium and long term. These qualitative criteria include compliance with internal procedures and regulatory requirements, equitable treatment of investors and their level of satisfaction;
- The assessment of performance is set in a multi-year framework which is adapted to the holding period recommended to the shareholders of the SICAV, in order that the assessment process is based on longer term performance of the SICAV and investment risks and that the actual payment of performance-based components of remuneration is spread over the same period;
- The remuneration policy ensures an appropriate balance between fixed and variable components of the total remuneration; the fixed component always represents a sufficiently high proportion of the total remuneration; the policy on variable components of the remuneration is flexible enough and makes the non-payment of the variable component possible. The determination of the annual variable remuneration for the identified staff, except for the control functions, involves establishing a target bonus expressed as a percentage of the fixed salary and is currently based on the following elements:
  - Development of the gross operating profit of the Degroof Petercam Group;
  - Development of the gross operating profit of Institutional Asset Management;
  - Individual performance of the person.

- Details of the up-to-date remuneration policy and the composition of the remuneration committee are available at [https://www.dpamfunds.com/files/live/sites/degroofpetercam/files/guide/regulatory\\_disclosures/FR/FR\\_Remuneration\\_policy.pdf](https://www.dpamfunds.com/files/live/sites/degroofpetercam/files/guide/regulatory_disclosures/FR/FR_Remuneration_policy.pdf) (tab 'Regulatory information').

A printed copy is available, free-of-charge, on request from Degroof Petercam Asset Management SA, Rue Guimard, 18, 1040 Brussels or at the following website: [DPAM@degroofpetercam.com](mailto:DPAM@degroofpetercam.com).

**Person(s) bearing the costs in the situations described in articles 115, §3, paragraphs 3, 149, 152, 156, 157 §1, paragraphs 3, 165 and 179, paragraph 3 of the Royal Decree of 2012:**  
The Management Company.

#### Capital of the SICAV:

The share capital is always equal to the net asset value. It may not be less than € 1,200,000.

#### Accounts and inventories:

Unless otherwise stated in the information for the sub-fund, the accounts and inventories are in euros.

#### Valuation procedures applied by the SICAV and rules for valuing assets:

The Management Company, rather than an external valuation assessor, is responsible for the valuation of the SICAV.

The assets of the SICAV are valued in accordance with articles 11 to 14 inclusive of the Royal Decree of 10 November 2006 on the accounting, financial statements and interim reports of certain public undertakings for collective investment with a variable number of units.

Without setting out the aforementioned articles in full, this process may be summarised as follows:

Assets traded on an active market not operating with the intervention of third-party financial institutions will be valued on the basis of the closing price.

Assets traded on an active market operating with the intervention of third-party financial institutions will be valued on the basis of the current buying price (for assets) and selling price (for liabilities).

In the absence of a buying price, a selling price or a closing price, the price of the most recent transaction will be used to value the aforementioned assets, provided the economic situation has not changed in any major way since this transaction.

If the prices on an organised or over-the-counter market are not representative, or if no organised or over-the-counter market exists, the current fair value of similar assets for which an active market exists will be used, provided this fair value is suitable in view of the differences between the similar asset components. If the fair value of similar assets does not exist for a given asset, the fair value of the asset in question will be established using other valuation techniques, subject to certain conditions.

In exceptional cases where the buying and/or selling price is not available for bonds and other debt securities, but a mid-market price is known, the mid-market price will be adjusted using a suitable method to obtain the buying and/or selling price to be applied. This last method will be explained in the annual and/or semi-annual report.

Units in undertakings for collective investment with a variable number of units that are held by the undertaking for collective investment will be valued at their fair value in accordance with the paragraphs above. By way of exception to the aforementioned, the fair value of units in undertakings for collective investment with a variable number of units for which there is neither an organised nor an over-the-counter market will be calculated on the basis of the net asset value of these units.

Notwithstanding the method used for accrued interest, sight deposits, current account liabilities, short-term receivables and payables, tax credits and tax liabilities and other debts will be valued at their nominal value less the write-downs applied to them and the redemptions that have occurred in the meantime.

In view of the relatively small proportion of term debt instruments (other than those stated in the previous paragraph) which are not represented by transferable securities or negotiable money market instruments, they will be valued, in terms of the net asset value, at their nominal value less the write-downs applied to them and the redemptions that have occurred in the meantime, provided the investment policy of the undertaking for collective investment is not focused principally on investing its assets in deposits, cash or money market instruments.

More information about the procedures and methods used to calculate and value the assets of the SICAV, including the assets which are difficult to value, can be obtained from the Management Company.

## Accounting year end date:

31 December

## Rules regarding the allocation of net income:

A dividend will, in principle, be paid for distribution shares:

Either at the decision of the Board of Directors during the financial year, in the form of an interim dividend;

Or at the decision of the Ordinary General Meeting if the distributable revenues allow it.

## Tax regime:

The tax regime described hereunder is linked to the holding of shares in the SICAV by an investor resident in Belgium and to their redemption by the SICAV, excluding any capital gains realised on a secondary market, since there is none.

### In respect of the SICAV:

The SICAV benefits from the alternative tax base reserved to certain investment companies established in Belgium. Its corporate income tax expense is therefore negligible or even non-existent.

Belgian-source revenue received by the SICAV is not subject to Belgian withholding tax at source, except as regards Belgian dividends, to which a non-attributable and non-recoverable withholding tax at source of 30% applies.

**Foreign-source revenue received by the SICAV may be subject to foreign withholding tax at source, the rate of which is generally limited in accordance with double taxation treaties.**

The SICAV is also subject to a Subscription Tax applicable depending on the share class:

Class A, B, B LC, A EUR Hedged, B EUR Hedged, M, N, M EUR Hedged, N EUR Hedged, V, W, V EUR Hedged and W EUR Hedged shares	0.0925% <sup>2</sup>
Class E, F, F LC, E EUR Hedged, F EUR Hedged, P, P EUR Hedged, J, J EUR Hedged shares	0.01% <sup>2</sup>

### In respect of private individual investors resident in Belgium:

#### Taxation of dividends

Dividends distributed by the SICAV to Belgian private individual investors are subject to Belgian withholding tax (précompte mobilier) at the rate of 30%.

<sup>2</sup> of the net amounts invested in Belgium.

## *Taxation of capital gains realised upon redemption of shares by the SICAV*

Without prejudice to the tax regime explained hereunder, capital gains realised upon redemption of shares in the SICAV or on the total or partial distribution of its assets (liquidation) are not subject to personal income tax if the investor is acting in the "normal management of his private estate."

*Taxation at the rate of 30% of the portion of the capital gain<sup>3</sup> deriving from accrued interest and capital gains or losses on the fund's underlying debt securities<sup>4</sup>, realised on redemption of shares in the SICAV or upon the total or partial distribution of the assets of the SICAV (liquidation)*

The tax regime applied depends on whether:

### a) Acquisition of a share until 31.12.2017

- The sub-fund invests less than 25% of its assets in debt securities. The investor will not be taxed on income arising directly or indirectly, in the form of interest, capital gains or capital losses, from the return on the fund's underlying debt securities;
- The sub-fund invests more than 25% of its assets in debt securities. The investor will be subject to Belgian withholding tax (précompte mobilier) of 30% on the portion of the capital gain representing income arising directly or indirectly, in the form of interest, capital gains or capital losses, from the return on the fund's underlying debt securities;
- The sub-fund is likely to invest more than 25% of its assets in debt securities. The investor may be subject to Belgian withholding tax (précompte mobilier) of 30% on the portion of the capital gain representing income arising directly or indirectly, in the form of interest, capital gains or capital losses, from the return on the fund's underlying debt securities.

### b) Acquisition of a share from 01.01.2018

- The sub-fund invests less than 10% of its assets in debt securities. The investor will not be taxed on income arising directly or indirectly, in the form of interest, capital gains or capital losses, from the return on the fund's underlying debt securities;
- The sub-fund invests more than 10% of its assets in debt securities. The investor will be subject to Belgian withholding tax (précompte mobilier) of

30% on the portion of the capital gain representing income arising directly or indirectly, in the form of interest, capital gains or capital losses, from the return on the fund's underlying debt securities;

- The sub-fund is likely to invest more than 10% of its assets in debt securities. The investor may be subject to Belgian withholding tax (précompte mobilier) of 30% on the portion of the capital gain representing income arising directly or indirectly, in the form of interest, capital gains or capital losses, from the return on the fund's underlying debt securities.

## *Tax on stock exchange transactions*

A tax of 1.32% on the sale price is generally applied in the case of redemption of capitalisation shares by the SICAV, with a maximum of € 4,000 per transaction.

## *As regards an investor which is a Belgian tax resident company:*

### *Taxation of dividends and capital gains realised upon redemption of shares by the SICAV for non-RDT sub-funds*

Tax (précompte mobilier) is withheld at 30% on dividends distributed by the SICAV to corporate investors. However, in principle this withholding tax is attributable or recoverable for the company.

Dividends and capital gains realised on redemption are subject to corporation tax at:

- 33.99% (for financial years before tax year 2019)
- 29.58% (for tax year 2019 relating to a taxable period which begins at the earliest on 1 January 2018).
- 25% (for tax year 2021 relating to a taxable period which begins at the earliest on 1 January 2020).

An investment in capitalisation shares of a SICAV may also have consequences for the basis of calculation of incremental notional interest and entail the loss of the reduced corporate income tax rate on the first tranche of €100,000.

### *Taxation of dividends and capital gains for sub-funds benefiting from the RDT regime*

Income that comes from dividends which benefit from the RDT regime or capital gains that qualify is exempt to the extent of 100% of its amount from Belgian corporate income tax, without having to meet the conditions of a

<sup>3</sup> The taxable base cannot be more than the capital gain realised by the investor on the transaction, it being understood that if the investor has acquired the shares by donation, the value of the share at the time of its acquisition by the donor.

<sup>4</sup> This refers to debt claims of every kind, whether or not secured by mortgage and whether or not carrying a right to participate in the debtor's profits, and in particular, income from government securities and from bonds and debentures, including premiums and prizes attaching to such securities, irrespective of their issue date.

minimum 10% holding in the SICAV or a minimum investment value of €2.5 million and holding in full ownership for an uninterrupted period of at least one year (Article 202 of the CIR 92 tax code).

#### *Tax on stock exchange transactions*

A tax of 1.32% is generally applied in the case of redemption of capitalisation shares by the SICAV. The tax is charged on the selling price, with a maximum of €4,000 per transaction.

The taxation system for income and capital gains received by individual investors depends on the tax legislation applicable according to the personal situation of each investor and/or the place where the capital is invested. If an investor is not sure of his tax situation, it is therefore incumbent on him to seek information from professionals or, if applicable, local organisations.

#### *German taxation*

The following sub-funds will permanently invest at least 25% of their assets in equities as defined in sec. 2 para. 8 of the German Investment Tax Act (2018), and therefore guarantee eligibility for partial exemption on tax for balanced funds for German resident investors:

#### **DPAM HORIZON B Balanced Flexible**

The tax treatment of income and capital gains of non-resident private individuals and corporate investors depends on the tax legislation applicable in accordance with each investor's personal situation and/or the place where the capital is invested or the registered office established. If an investor is not sure of his tax situation, it is therefore incumbent on him to seek information from professionals or, if applicable, local organisations.

#### **Application of FATCA in Belgium:**

The provisions of the U.S. Foreign Account Tax Compliance Act, the U.S. Hiring Incentives to Restore Employment Act of 2010 and related regulations and directives, more generally known under the name "**FATCA**", have introduced a new regime of disclosure of information and withholding at source applicable to

- i) certain U.S. source payments,
- ii) gross proceeds of disposal of assets that might generate U.S. source income in the form of interest or dividends and
- iii) certain payments made by, and certain financial accounts held with, entities considered as foreign financial institutions for the purposes of FATCA, each of these entities being a Foreign Financial institution ("**FFI**").

FATCA was put in place with a view to putting an end to non-compliance with U.S. tax laws by U.S. taxpayers investing through foreign financial accounts. With a view to receiving information on financial accounts whose beneficial owners are U.S. taxpayers from FFIs, the FATCA regime applies a 30% withholding at source to certain U.S. source payments to FFIs that do not agree to comply with certain disclosure and at-source withholding obligations with regard to their account holders.

A large number of countries have entered into intergovernmental agreements transposing FATCA with a view to reducing the burden resulting from the obligations of compliance and withholding at source weighing on financial institutions established in these countries. On 23 April 2014, the United States and Belgium entered into such an Intergovernmental Agreement, hereinafter the "**IGA**".

In accordance with the IGA, an entity classified as an FFI, resident in Belgium, must make available to the Belgian tax authorities certain information concerning its shareholders and the payments it makes. The IGA provides for transmission and automatic exchange of information concerning "Financial Accounts" held with "Belgian Financial Institutions" by

- i) certain U.S. persons,
- ii) certain non-U.S. entities, the beneficial owners of which are U.S. persons,
- iii) FFIs that do not comply with FATCA or
- iv) persons refusing to provide documentation or information concerning their FATCA status.

The IGA in force between Belgium and the United States was transposed into Belgian tax law by the law of 16 December 2015. In addition, Guidance Notes relating to these regulations have been published on the FPS Finance website.

The SICAV has the status of deemed compliant FFI as it qualifies as a Sponsored Investment Entity within the meaning of the IGA. The SICAV has also appointed Bank Degroof Petercam S.A. as a sponsoring entity. As a "Sponsoring Entity", Bank Degroof Petercam S.A. may

- i) act on behalf of the SICAV in order to fulfil, where applicable, the SICAV's registration obligations with the IRS;
- ii) fulfil, on behalf of the SICAV, the obligations resulting from the FATCA regulations, including in particular due diligence, reporting and withholding tax obligations where applicable.



Insofar as the SICAV complies with the conditions of the IGA (in particular those relating to its FATCA status) and with the law of 16 December 2015 transposing its obligations into Belgian legislation, no FATCA withholding at source should apply to the payments it receives.

To comply with its obligations in the framework of FATCA, the SICAV may request and obtain certain information, documents and attestations from its shareholders and (if applicable) their beneficial owners, including any information relating to their tax status, identity or residence. The non-disclosure of information requested may lead to

- i) a liability on the part of the shareholder failing to provide the information requested ("**Recalcitrant Shareholder**") or possibly on the part of the SICAV, for all resulting U.S. tax withheld at source,
- ii) an increase in the SICAV's disclosure obligations or
- iii) a forced redemption or transfer of the shares of the Recalcitrant Shareholder.

Shareholders will be deemed, by their subscription or holding of shares, to have authorised the automatic transmission (by the SICAV or any other person) of this information to the tax authorities. Shareholders who do not provide the required information or who otherwise prevent the SICAV from fulfilling its disclosure obligations under FATCA may be subject to forced redemption or transfer of their shares, a 30% withholding at source on certain payments and/or other penalties.

In relation to the foregoing, but without limiting the information, documents or attestations that the SICAV requires of a shareholder, each shareholder shall send to the SICAV

- i) if this shareholder is a United States person in the meaning of the U.S. Internal Revenue Code of 1986 as amended (the "**IRC**"), an IRS Form W-9 or such other form as may replace it, fully and accurately completed ("**W-9**") or,
- ii) if this shareholder is not a United States Person, an IRS Form W-8 fully and accurately completed (including Form W-8BEN, Form W-8BEN-E, Form W-8ECI, Form W-8EXP or Form W-8IMY or such forms as may replace them, including information concerning the status of the shareholder under Chapter 4 of the IRC) ("**W-8**"), and undertakes to provide the SICAV

rapidly with an updated Form W-9 or W-8 as the case may be when a previous version of the form becomes obsolete or when the SICAV requests it.

**Furthermore, each shareholder agrees to inform the SICAV immediately in the event of any change in the information provided to the SICAV by the shareholder and to sign and send to the SICAV any form or any other additional information that the SICAV might reasonably request.**

Although the SICAV will strive to preserve its status of deemed-compliant FFI and to comply with all obligations incumbent upon it to avoid the application of FATCA withholding at source, it cannot guarantee that the SICAV will be able to meet these obligations and that thus it will not be treated by the United States as a non-compliant FFI subject to FATCA withholding at source on payments received by the SICAV. The application of FATCA withholding at source to payments made to the SICAV could appreciably affect the value of the shares held by all shareholders.

All potential shareholders should consult their own tax advisers regarding the possible impact of FATCA on an investment in the SICAV.

### Automatic exchange of information

European Directive 2014/107/EU of 9 December 2014 (the "Directive") amending Directive 2011/16/EU regarding the automatic and mandatory exchange of tax information, along with other international agreements such as those made and to be made within the framework of the standard in terms of exchanges of information produced by the OECD (more generally known under the name of "Common Reporting Standards" or "CRS") requires participating jurisdictions to obtain information from their financial institutions and to exchange this information with effect from 1 January 2016. This Directive was transposed into Belgian law by the Law of 16 December 2015 ("*Law regulating the communication of information on financial accounts by Belgian financial institutions and FPS Finance in the framework of an automatic exchange of information at international level and for tax purposes*").

Pursuant to the Directive transposed into Belgian law, investment funds, as financial institutions, are required to collect specific information in order to properly identify their investors.

The Directive also stipulates that investors' personal and financial data<sup>5</sup> are:

<sup>5</sup> Including but not limited to: name, address, country of tax residence, tax identification number, place and date of birth, bank account number, income, value of sales redemption or repayment proceeds, valuation of the "account" at the end of the calendar year or at the end thereof.

- of natural or legal persons required to make declarations<sup>6</sup> or
- passive non-financial entities (NFE)<sup>7</sup> which are controlled by persons who are required to submit declarations<sup>8</sup>,

shall be forwarded by the Financial Institution to the relevant local tax Authorities which in turn shall notify this information to the tax Authorities in the country or countries where the Investor resides.

If the SICAV shares are held in an account with a financial institution, this organisation entity is responsible for exchanging information.

Consequently, the SICAV, whether directly or indirectly (i.e. through a contact appointed for this purpose):

- may, at any time and for whatever reason, ask for and obtain from each Investor an update of the documents and information already provided, as well as any other document or additional information;
- is obliged to notify all or part of the information provided by the Investor regarding the investment in the SICAV to the relevant local tax Authorities.

The Investor is informed of the potential risk associated with exchanging inaccurate and/or incorrect information if the information he has provided is no longer accurate or complete. In the event of any changes affecting the information provided, the Investor undertakes to inform the SICAV (or any other contact appointed for this purpose), as soon as possible and must issue, if applicable, new certification within 30 days of the event which has rendered the information inexact or incomplete.

The mechanisms and fields of application of this system of exchanging information exchange of information may evolve over time. Each Investor is advised to consult his own tax adviser in order to determine the impact that the CRS provisions may have on an investment in the SICAV.

## Data protection

In order to comply with its legal and regulatory obligations, the SICAV processes information relating to certain persons with whom it is required to interact and which constitute "personal data". The SICAV considers the protection of this data to be an important matter and has therefore adopted a Personal Data Protection Charter available at the following address [www.dpamfunds.com](http://www.dpamfunds.com) ('Regulatory Information' tab).

The SICAV invites you to read the Charter on the Protection of Personal Data carefully. It explains in more detail the context in which the SICAV processes personal data as well as the rights of the persons with whom it interacts (including the right of access, rectification and in certain circumstances, the right to erase data, processing limitations, data portability and the right to object to certain forms of processing) and the SICAV's obligations in this respect.

## Securities lending program

The following information is sent to investors as part of Regulation (EU) 2015/2365 on transparency of securities financing transactions and of reuse.

- 1) A securities lending programme has been set up in order to increase revenues from the sub-funds of the SICAV.

In an agreement between J.P. Morgan Bank Luxembourg S.A., a public limited company incorporated under Luxembourg law, whose registered office is located at 6, Route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg and the SICAV, JPMORGAN CHASE BANK NATIONAL ASSOCIATION has been appointed agent of all sub-funds of the SICAV, addressing a sole borrower or several borrowers to whom ownership of the securities is transferred.

All securities of the sub-fund may be loaned, provided the lending does not adversely affect the management of the portfolio by the Fund Manager. It is therefore stipulated that the securities that the fund managers of the SICAV intend to sell will not be loaned, and that the loaned securities may be recalled if the Fund Manager intends to realise them.

The borrower's securities lending obligations are secured by financial guarantees in the form of cash collateral or bonds authorised by the regulations. The market value of the collateral in relation to the market value of the loaned assets of the sub-fund must at all times exceed the actual value of the securities loaned.

In view of the guarantees in place, the risk arising from the securities lending programme is relatively low.

<sup>6</sup> Natural or legal persons not residing in the country of incorporation of the Fund but residing in a participating country. The list of countries taking part in the automatic exchange of information may be consulted on the <http://www.oecd.org/tax/automatic-exchange/> site

<sup>7</sup> Non-Financial Organisation Entity, that is an Organisation Entity which is not a Financial Organisation Entity according to the Directive.

<sup>8</sup> Natural or legal persons not residing in the country of incorporation of the Fund but residing in a participating country. The list of countries taking part in the automatic exchange of information may be consulted on the <http://www.oecd.org/tax/automatic-exchange/> site

- 2) The type of assets that are eligible for the securities lending programme is limited to shares. The sub-funds to which the securities lending programme applies are listed in the periodic reports of the SICAV.
- 3) The maximum proportion of assets under management that may be included in the securities lending programme is limited to 20%..
- 4) The expected proportion of assets under management that may be included in the securities lending programme is difficult to determine. Investors may use the figures from last year in the most recent periodic (annual) report of the SICAV. The proportion of assets under management of a sub-fund of the SICAV lent must not exceed 20%..
- 5) Criteria used to select counterparties: securities lending counterparties are first selected by the lending agent. After this primary evaluation, the Management Company selects the eligible counterparties. The counterparties are selected on the basis of the internal rating system which takes into account external ratings and Credit Default Swap (CDS) spreads. The counterparty must have a minimum rating of A- (or equivalent). The counterparty must be located in a jurisdiction in which the applicable law authorises the mechanism for reducing counterparty risk (normally "set-off", "close-out netting" and "outrights transfer" clauses in CSA agreements). Counterparties in Europe and North America are encouraged but exceptions may be made.
- 6) Acceptable collateral: only approved collateral is acceptable, for instance:
  - EU State Guarantees: Germany, Austria, Belgium, Finland, France, Luxembourg and the Netherlands,
  - UK Gilts,
  - US Treasury Bills,
  - OECD State Guarantees: Australia, Canada, Denmark, Norway, New Zealand, Sweden and Switzerland,
  - Minimum AA- rating.

Only the instruments referred to in Article 12 b of the Royal Decree of 7 March 2006 on loans of securities by certain undertakings for collective investment are accepted as collateral. While there are several issuers, the concentration risk may result in a concentration in European government bonds. A positive correlation between assets and collateral is encouraged; however, as a result of the restrictions in terms of eligible collateral, set out in Article 12 of the Royal Decree mentioned above, negative correlations may not be excluded entirely.
- 7) Collateral valuation:
 

Collateral is valued daily on the basis of the market price. The price sources used are IDC (main source), Loanet, Bloomberg and Reuters. If additional collateral is required, payment will be requested the same day. The level of collateral is controlled daily.
- 8) Risk management:
 

Securities lending risks are controlled by the Management Company and lending agent.

The main risks include:

  - Counterparty risk: the possibility that a borrower defaults and/or is unable to return the securities borrowed. Counterparty risk is mitigated by the excess collateral insurance (assessed daily) and compensation for the counterparty's default by the lending agent.
  - Collateral risk: the risk that the value of the collateral is, at any time, lower than the value of the securities borrowed. The collateral is not reinvested.
  - Operational risk: the risk linked to all operating processes associated with securities lending. It may include, but is not limited to, errors in transactions between the lending agent and the borrower, errors and faults in transaction flows, faults in the IT platforms, etc.
- 9) Information on the way in which assets subject to financial transactions in securities and collateral are held:
 

The lending agent may hold the collateral through its network of sub-custodians or directly with the central securities depository. Collateral is separated from the agent's other assets. Alternatively, collateral may be held by a third-party collateral manager under an agreement with the agent and borrower.

Assets subject to securities financing transactions are kept by the SICAV's custodian in a separate lending account.
- 10) Policy on sharing revenue generated by the securities lending programme
 

Lending agent (J.P. Morgan Bank Luxembourg S.A.): for each loan described above, the lender (the SICAV) will pay the lending agent 10% of the revenue (after deducting any rebates given by the lending agent to the borrower) generated by investments authorised in

connection with loans guaranteed in the form of cash and securities lending costs paid or to be paid by the borrower for non-guaranteed loans in the form of cash.

The lender (SICAV) shall receive 90% of the income. Of this 90% of the income, 65% is acquired by the SICAV's sub-funds and 25% is due to Banque Degroof Petercam Luxembourg as flat-rate remuneration for the operational administration of the securities lending programme. The lending agent is not a related party of the Management Company.

### Collateral policy for futures contracts and FX forwards:

If the Sicav concludes any futures contracts and FX forwards, each sub-fund concerned must receive a guarantee (also known as "collateral") in sufficient quantity.

#### Accepted collateral:

For futures contracts and FX forwards, collateral shall take the form of cash only.

However and only for futures this cash collateral can only be expressed in euros.

#### Required level of collateral:

The level of collateral required may vary depending on whether it is a future transaction or FX forwards.

For futures, there is no minimum amount of collateral. Profits and losses between the Sicav and the counterparty are managed on a daily basis in order to limit the counterparty risk for the Sicav.

For FX forwards, the minimum amount of collateral to be provided by the counterparty is at least €500,000. The collateral to be constituted by the Sicav depends on the net asset value, which is determined on the last day of each quarter:

- If the net asset value is equal to or greater than €5,000,000, the Sicav must provide collateral of €500,000;
- If the net asset value is less than €5,000,000, the Sicav must provide collateral of €250,000.

#### Haircut policy:

For FX forwards, the SICAV will apply an 8% discount for collateral in currencies other than EUR, USD or GBP.

For futures: no discount.

#### Reinvestment policy:

Neither the counterparty nor the SICAV will reinvest the collateral received.

### Information sources:

- Information on the procedures for payments to investors, redemption and repayments of shares and the distribution of information about the SICAV may be obtained: from Banque Degroof Petercam SA or the Management company.
- The prospectus, the key investor information, the Articles of Association, the annual and interim reports and full information on the sub-funds may be obtained on request, free of charge, before or after subscribing to shares, from Banque Degroof Petercam SA or the Management company. These documents and data can also be viewed on the website [www.dpamfunds.com](http://www.dpamfunds.com).
- Information on past performances is available in the key investor information documents and the latest annual report. Investors must be aware that the figures reflect past performance and are not an indicator of future performance.
- On request, a copy or, if chosen by the Management Company, a summary of the Custodian Agreement (as well as the list of any delegates of the Custodian), the Appointment Agreement and the agreements between the Management company and its delegates may be examined at the offices of the Management company.
- The turnover compares the capital volume of the transactions carried out in the portfolio with the average net assets taking account of the total subscriptions and redemptions. The turnover is calculated using the formula published in the Royal Decree of 2012 and can be considered as an additional indicator of the scale of the transaction fees.
- The portfolio turnover is shown in the latest annual report. The figure for earlier periods can be obtained from the Fund Manager.
- Ongoing charges are calculated in accordance with the provisions of (EU) Directive 583/2010 of the Commission dated 1 July 2010 implementing Directive 2009/65/EC of the European Parliament and of the Council as regards key investor information and conditions to be met when providing key investor information or the prospectus in a durable medium other than paper or by means a website (hereinafter Regulation 583/2010) and are taken in the key investor information. The ongoing charges include operating costs apart from the transaction and delivery fees inherent to the investments, the financial costs and any performance fees. The ongoing charges are in the form of a single figure expressed as a percentage of

the net assets. This figure is based on the fees for the previous financial year except in the case of a change in the fees during the financial year.

### Annual General Meeting of Shareholders:

Third Wednesday in March at 10 a.m. at the registered office or any other place mentioned in the meeting notice.

### Competent authority:

Autorité des Services et Marchés Financiers (Financial Services and Markets Authority), in short "FSMA", 12-14 Rue du Congrès, 1000 Brussels

The prospectus is published after the approval of the FSMA, in accordance with article 60, §1 of the Law of 2012 on certain forms of collective investment portfolio management. This approval does not serve as an appraisal of the appropriateness or quality of the offer, or of the offeror's position. The official text of the articles of association was deposited with the clerk's office of the enterprise court.

### Point of contact for any further explanations needed:

Banque Degroof Petercam SA or the Management company (+32 2 287 93 36), between 8.30 a.m. and 5 p.m. on days on which the financial service is open or by e-mailing [DPAM@degroofpetercam.com](mailto:DPAM@degroofpetercam.com).

### Person responsible for the content of the prospectus and the key investor information:

DPAM, Rue Guimard 18, 1040 Brussels. The Board of Directors declares that to its knowledge, the information in the prospectus and the key investor information documents is realistic and contains no omissions likely to alter its scope.

### Legal consequences of subscription to shares in the SICAV - Judicial competence – Applicable law:

- a) By subscribing to shares in the SICAV, the investor becomes a shareholder of the SICAV and of the sub-fund concerned.
- b) The shareholding relationship between the investor and the SICAV is governed by Belgian law and in particular by the Law of 2012 and, unless otherwise indicated in said Law, by the Belgian Companies and Associations Code. In general terms, the Belgian courts are competent to settle any disputes that might arise between a shareholder and the SICAV.

Regulation (EC) No. 593/2008 of the European Parliament and of the Council on the law applicable to contractual obligations (Rome I) and Regulation (EC) No. 864/2007 of the European Parliament and of the Council on the law applicable to non-contractual obligations (Rome II) (the "Rome Regulations") have the force of law in Belgium. Consequently, the choice of applicable law in any contract is subject to the provisions of the Rome Regulations. Regulation (EC) No. 44/2001 of the Council on jurisdiction and the recognition and enforcement of judgments in civil and commercial matters has the force of law in Belgium. In accordance with these provisions, a judgment obtained before a court in another jurisdiction of the European Union will generally be recognised and enforced in Belgium without its substance being reviewed, except in certain exceptional circumstances.

### Shareholder voting rights:

Each share carries the right to one vote within its sub-fund, with the votes of capitalisation shares being weighted by the parity specific to that sub-fund. For votes on resolutions concerning all of the Company's sub-funds, the vote of each share is weighted by the fraction of the share capital it represents based on the latest net asset value of the Company determined before the Meeting. The total votes per shareholder will not include fractions of votes.

Except in cases where the law requires qualified majorities and quorums and within the limits set by the law, decisions are passed by a simple majority of votes cast, regardless of the number of shares represented at the Meeting.

### Liquidation of a sub-fund:

The General Meeting, at the proposal of the Board of Directors, may decide to liquidate a sub-fund.

In this case, and in the event of the winding-up of the Company, the liquidation will be carried out by the Board of Directors acting as liquidation committee, unless the relevant General Meeting has expressly appointed one or more liquidators for this purpose and determined their remuneration.

The allocation of the liquidation proceeds to shareholders of the one or more liquidated sub-funds will take the form of an identical and simultaneous share redemption for all shares in the same class and the same sub-fund. Subscription and redemption applications for shares in a sub-fund whose liquidation is planned will be suspended from the time of the publication of the notice of the General Meeting convened to approve this decision. The Management Company will contribute to the liquidation



costs if, during the twelve months preceding the notice of the proposed liquidation, redemptions representing overall more than 30% of the net assets at the time of the winding-up have taken place.

The Management Company reserves the right to claim this contribution from people who have applied for the redemption of shares in the sub-fund representing, overall, more than 5% of the total shares existing during this same period.

### Suspension of the redemption of shares:

In accordance with article 195 of the Royal Decree of 2012, subscription and redemption applications will be suspended at the initiative of and for the period of time decided by the Board of Directors of the SICAV if, in view of the circumstances, the processing of such applications may unreasonably prejudice the legitimate interests of all shareholders. Other exceptional circumstances, such as those described in article 196 of the Royal Decree of 2012, may also lead to the suspension of subscription and redemption applications.

### Existence of fee-sharing agreements:

Such agreements between, on the one hand, the SICAV or where applicable the distributor and the investment portfolio manager and, on the other hand, other distributors mentioned where relevant in the prospectus and third parties, including the shareholders of the undertaking for collective investment, may exist but are under no circumstances exclusive. These agreements do not affect the manager's ability to perform its duties freely in the interests of the shareholders of the SICAV. The management fee is shared in accordance with market conditions.

### Specific liquidity mechanisms

The Board of Directors may use the following different techniques:

#### ■ SWING PRICING

#### List of sub-funds that may use swing pricing:

DPAM HORIZON B Balanced Growth  
DPAM HORIZON B Balanced Flexible  
DPAM HORIZON B Bonds Global Inflation Linked  
DPAM HORIZON B Bonds EUR Quality Short Term  
DPAM HORIZON B Defensive Strategy  
DPAM HORIZON B Balanced Strategy  
DPAM HORIZON B Active Strategy  
DPAM HORIZON B Balanced Low Strategy  
DPAM HORIZON B Global Diversified World

#### Description of the objective, operation and methodology of swing pricing:

The objective is to reduce performance dilution due to net inputs or outputs. The performance of the SICAV may be eroded by frequent transactions due to large inflows or outflows and the SICAV may suffer from (in)direct trading costs involved in capital movements. Swing pricing offers investors already invested in the SICAV the possibility of not having to bear the transaction costs or the cost of illiquidity in the underlying financial markets generated by the entry or exit of investors.

With swing pricing, existing investors should, in principle, no longer indirectly incur the transaction fees, which will now be directly integrated into the calculation of the net asset value (NAV) and borne by the entering and exiting investors.

Swing pricing protects long-term investors, as an investor can only be affected by swing pricing on the day of subscription/redemption.

#### Methodology and operation:

The swing pricing method adopted is based on the following principles:

- It is a partial swing, which implies that a certain threshold must be crossed before the NAV is adjusted;
- It is a symmetrical swing, which is activated for both subscriptions and redemptions;
- The use of swing pricing is systematic, without favouring one or more categories of investors.

The swing threshold is the value determined as a trigger event for net subscriptions and redemptions. This threshold value is expressed as a percentage of the total net assets of the sub-fund in question.

The swing threshold is always applied.

Swing factor: the direction of the swing depends on the net flow of capital applicable to a NAV.

In the case of a net inflow of capital, the swing factor linked to subscriptions of shares in the sub-fund will be added to the NAV. For net redemptions, the swing factor linked to redemptions of shares in the sub-fund in question will be deducted from the NAV. In both cases, all entering/exiting investors on a given date will have the same NAV applied.

Maximum swing factor: set to a maximum of 5% of the unadjusted NAV.

The threshold and swing factor will be published on the website [www.dpamfunds.com](http://www.dpamfunds.com) in the "Fees" section.

#### ■ ANTI-DILUTION LEVY

## **List of sub-funds that may use the anti-dilution levy:**

DPAM HORIZON B Balanced Growth  
 DPAM HORIZON B Balanced Flexible  
 DPAM HORIZON B Bonds Global Inflation Linked  
 DPAM HORIZON B Bonds EUR Quality Short Term  
 DPAM HORIZON B Defensive Strategy  
 DPAM HORIZON B Balanced Strategy  
 DPAM HORIZON B Active Strategy  
 DPAM HORIZON B Balanced Low Strategy  
 DPAM HORIZON B Global Diversified World

## **Description of the objective, operation and methodology of the anti-dilution levy:**

The objective of this mechanism is to transfer the negative impact on the NAV of a sub-fund of the SICAV to the investors who generated this impact.

### **Methodology and operation:**

If redemptions / subscriptions exceed a threshold, the SICAV may decide to impose an additional cost on incoming or outgoing investors, which will benefit the SICAV. Higher exit fees may be charged for large net outflows, and higher entry fees may be charged for large net inflows.

The anti-dilution levy will only be applied after an explicit decision of the Board of Directors of the SICAV. There is no automatic application of this mechanism. The Board of Director's decision relates both to the level of the threshold and the additional costs and whether or not to apply the mechanism if the threshold is exceeded.

It should be noted that these two mechanisms, swing pricing and the anti-dilution levy, cannot be applied to the same NAV.

### ■ REDEMPTION GATES

This mechanism allows the SICAV to partially suspend the execution of requests for the redemption and/or repayment of units ("redemption gates") when the negative change in the balance of the liabilities of the company or sub-fund for a given day exceeds, for the day in question, a percentage (or threshold) determined by the Board of Directors.

The threshold above which this mechanism may be applied is set at 5% for all sub-funds.

The NAV calculation itself is not suspended as orders are partially executed.

Only the part of the requests for redemptions which exceeds the threshold is affected by this partial suspension. It must be applied proportionally to all requests for individual redemptions submitted by the closing date concerned.

The portion of the redemption requests not executed following this partial suspension will be postponed automatically to the next closing date, except in the event of revocation by the shareholder or if this mechanism is reapplied.

The partial suspension is always provisional.

This suspension will be carried out in accordance with the provisions of Article 198/1 of the Royal Decree of 2012.

In the event of a partial suspension of the execution of redemption and/or repayment requests, a notice to shareholders will be published on the website [www.dpamfunds.com](http://www.dpamfunds.com) in the "News" section

## INFORMATION ON THE RISK PROFILE AND THE INTEGRATION OF SUSTAINABILITY RISKS

Investors are advised that the value of their investment can increase or decrease and that they may receive less back than their initial stake. Investors should read the risk factors set out below and the relevant risks for each of the SICAV's sub-funds, which are detailed in the information on the sub-funds and in the "Risk and Return Profile" section of the Key Investor Information.

The risks that may be considered relevant and significant for the various sub-funds of the SICAV are listed and defined below:

Capital risk	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
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Concentration risk	Risk associated with a high concentration of investments in a given asset class or market. Any change in these markets or asset classes could therefore have a significant impact on the sub-fund's portfolio.
Credit risk	This is the risk that the creditworthiness of a bond or debt security issuer may deteriorate, thereby reducing the value of investments. This risk is linked to an issuer's ability to honour its debts. The value of debt securities in which a sub-fund has invested may be reduced when the rating of an issue or issuer is downgraded. Bonds or debt securities issued by entities with a low credit rating are generally considered to have a higher credit risk and probability of issuer default than issuers with a higher rating. If an issuer of bonds or debt securities experiences financial or economic difficulties, the value of the bonds or debt securities and the payments made on those bonds or debt securities could be adversely affected and could even be reduced to zero.
Exchange risk	If a sub-fund has assets denominated in currencies other than its reference currency, it may be affected by any fluctuations in exchange rates between its reference currency and these other currencies, or by any change in exchange controls. If the currency in which a financial asset is denominated appreciates against the reference currency of the sub-fund, the value of the asset expressed in the reference currency will also appreciate. Conversely, a depreciation in the currency in which a financial asset is expressed will result in a decrease in its value expressed in the reference currency. If the sub-fund carries out currency hedging transactions, no guarantee can be given that they will be fully effective.
Hedging risk	For hedged share categories, the sub-fund will endeavour to hedge the currency risk linked to the fact that the assets are denominated in currencies other than the euro. The currency hedge used may not be fully collateralised and, as a result, the relevant currency risk may not be fully hedged.
Inflation risk	The net asset value of a sub-fund may be strongly influenced by rising or falling interest rates. As the market's expected inflation rate is factored in to the actuarial rate of the bonds, changes in the inflation rate will be reflected in the actuarial rates and thus ultimately in the prices of the bonds.
Liquidity risk	The risk that a position cannot be closed at the right time at a reasonable price. If a market is too narrow, the ability of the sub-fund to buy/sell an investment quickly enough to avoid a loss in the fund or to meet a redemption obligation at any time may be impaired.
Market risk	The risk that a market downturn will affect the value of the sub-fund's assets.
Risks relating to derivative products	A sub-fund may hold derivatives in its portfolio. These assets may be more volatile than the underlying instrument to which they relate, which may result in a decrease in the value of the portfolio.
Sustainability risk	The probability of occurrence of an environmental, social or governance event that could lead to an actual or potential material loss in the value of the sub-fund's assets as a result of that event.

## Synthetic risk and reward indicator:

The risk and reward profile of an investment is reflected by a synthetic indicator which ranks the sub-fund on a risk/return scale from the lowest (1) to the highest (7) risk category. This indicator is calculated in accordance with the provisions of (EU) Directive No 583/2010 of the Commission dated 1st 2010 implementing Directive 2009/

65/EC of the European Parliament and of the Council as regards key investor information and conditions to be met when providing key investor information or the prospectus in a durable medium other than paper or by means a website and is available in its most recent version in the key investor information documents. This risk/return level is calculated on the basis of the portfolio's net asset value

fluctuations (volatility) recorded over the past five years (or on the basis of the changes in value of an appropriate benchmark if the sub-fund or share class has existed for less than five years). It gives an indication of the sub-fund's potential performance and of the capital risk exposure, but it does not guarantee that the risk/reward profile currently published in the key investor information document will remain unchanged. Historical data such as those used in calculating the synthetic indicator, may not be a reliable indication of the future profile of the sub-fund.

Information on sustainability risk integration in accordance with Regulation (EU) 2019/2088 of 27 November 2019 on sustainability-related disclosures in the financial services sector (the "Regulation"):

Sustainability risk is defined as the probability of occurrence of an environmental, social or governance event that could lead to an actual or potential material loss in value of the SICAV as a result of that event.

Sustainability risks include two main risk factors: physical risk (related to climate change and environmental degradation) and transition risk (related to the process of adapting to a more sustainable economy in environmental, social or governance terms). These risks affect the resilience of institutions in the medium to long term, especially in sectors and markets vulnerable to climate and environmental risks.

Physical and transition risks can also lead to reputational risk as investors associate the company with negative environmental impacts.

The way in which sustainability risks are integrated by the Management Company in the investment decisions is described in the responsible and sustainable investment policy, which can be accessed via the website [www.dpamfunds.com](http://www.dpamfunds.com) (*Sustainable & Responsible Investment policy*).

The results of the Management Company's assessment of the likely impact of sustainability risks on the performance of the SICAV's sub-funds are detailed in the sub-fund information (Sub-fund risk profile) in the prospectus.

## INFORMATION ON THE INVESTMENT OBJECTIVE AND POLICY

The investment objective and policy for each of the SICAV's sub-funds are described in the information relating to the sub-funds.

The investment objective and policy of the SICAV's sub-funds may only be amended at the decision of the board of directors of the SICAV and after receiving the approval of the FSMA. These changes must be published on the websites [www.dpamfunds.com](http://www.dpamfunds.com) and [www.beama.be](http://www.beama.be) or by any other publication method accepted by the FSMA.

## INFORMATION ABOUT THE SHARES AND THEIR TRADING

### Type of shares offered and ISIN codes, initial subscription date and price:

This data is given in detail in the data for the sub-funds.

### Distribution of dividends:

A dividend will, in principle, be paid for distribution shares:

- Either at the decision of the Board of Directors during the financial year, in the form of an interim dividend;
- Or at the decision of the Ordinary General Meeting

if the distributable revenues allow it.

### Subscription of shares, redemption of shares and change of sub-fund:

**For the sub-funds DPAM HORIZON B Balanced Growth<sup>9</sup>, DPAM HORIZON B Balanced Flexible, DPAM HORIZON B Bonds Global Inflation Linked and DPAM HORIZON B Bonds EUR Quality Short Term**

Introduction of issue or redemption requests or change of sub-fund	Day D = Every business day on which the financial service is open to the public, before 3 p.m.
Asset valuation	D
Calculation of the net asset value and execution date of subscription and redemption applications received on D	D + 1
Payment of subscription and redemption applications	D + 2
Date of the published net asset value	D

**For the sub-funds DPAM HORIZON B Defensive Strategy, DPAM HORIZON B Balanced Low Strategy, DPAM HORIZON B Balanced Strategy, DPAM HORIZON B Active Strategy and DPAM HORIZON B Global Diversified World**

Introduction of subscription or redemption requests or change of sub-fund	Day D = Every day on which the financial services department is open to the public, before midday
Asset valuation	D
Calculation of the net asset value and execution date of subscription and redemption applications received on D	D + 2
Payment of subscription and redemption applications	D + 3
Date of the published net asset value	D

Share subscription and redemption or change of sub-fund applications received after 3 p.m. or midday depending on the specific sub-fund on each working day will be deemed to have been received by that time on the next business day.

The prices used to value the assets on D must be unknown for at least 80% of the net asset value at the cut-off time for receiving share subscription and redemption or change of sub-fund applications. Otherwise the stock exchange prices on the following day will be

<sup>9</sup> For the sub-fund DPAM HORIZON B Balanced Growth, the net asset value is calculated once a week on Monday.



used. In this case, the net asset value calculation and subscription and redemption payment dates will be extended accordingly.

The cut-off time for receiving orders stated here applies only to the institutions providing the financial service. Investors are advised to contact the distributors mentioned in the prospectus to enquire about the order reception cut-off time.

## Restrictions on subscription to and holding of shares:

The SICAV reserves the right, (A) when a potential or existing shareholder fails to provide it with the required information (concerning his tax status, identity or residence) to meet such disclosure or other requirements as might apply to the SICAV by virtue of laws in force, or (B) if it learns that a potential or existing shareholder (i) does not comply with the laws in force or (ii) might cause the SICAV to become non-compliant with its legal obligations (or to find itself subject, in any other way, to a FATCA withholding at source on payments it receives):

- to refuse the subscription to shares of the SICAV by said potential shareholder;

- to require said existing shareholder to sell his shares to a person eligible to subscribe to or to hold these shares; or
- to redeem the shares concerned at their net asset value as determined on the Asset Valuation Date following notification to the shareholder of the forced redemption

Insofar as necessary, it is stipulated that any reference above to applicable laws or legal obligations includes the laws and obligations deriving from or otherwise imposed by the IGA transposed into Belgian law by the Law of 16 December 2015.

## Fair treatment of shareholders:

In accordance with the Law of 2012, the Management Company shall ensure that all shareholders are at all times treated fairly. Some shareholders may, however, receive preferential treatment provided such preferential treatment does not cause significant overall damage for the investors.

## FEES AND CHARGES

Non-recurring fees and charges borne by the investor (in the currency of the sub-fund or as a percentage of the net asset value per share):

Marketing fee	Entry	Exit	Change of sub-fund
Classes offered to the public	Max. 2%	-	Any difference between the marketing fee for the sub-funds in question
Classes offered to eligible investors	Max. 1%	-	Any difference between the marketing fee for the sub-funds in question
Class P – P EUR Hedged	0%	-	Any difference between the marketing fee for the sub-funds in question
Amount covering the cost of acquiring/realising assets	-	-	-
Amount aimed at discouraging exits in the month following entry	-	-	-
Stock exchange tax (TOB)	-	Capitalisation shares: 1.32% (max. € 4,000)	Cap to Cap/Dis: 1.32% with a maximum of € 4,000

Marketing fee	Entry	Exit	Change of sub-fund
<b>Anti-dilution mechanism</b>	Max. 5% in the event of large net inflows (more than 5% of the total net asset value of the sub-fund)	Max. 5% in the event of large net inflows (more than 5% of the total net asset value of the sub-fund)	

Recurring fees and charges borne by the sub-fund (in EUR or as a percentage of the net asset value):

**BOND sub-funds**

Sub-fund	Class	Portfolio management (i)	Administration (ii)	Financial Service (iii)	Custodian (iv)	Auditor (v)	Other charges (vi)
<b>DPAM HORIZON B Bonds Global Inflation Linked</b>	A-B-A EUR Hedged-B EUR Hedged	Max.0.40%	0.045% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max. € 20	Max.0.025%	€ 3,375	0.075%
	E-F-E EUR Hedged-F EUR Hedged-M-N-M EUR Hedged-N EUR Hedged-V- V EUR Hedged – W –W EUR Hedged	Max. 0.20%					
	P-P EUR Hedged	0%					
	J-J EUR Hedged	Max.0.10%					
	B LC	Max 1.20%					
	F LC	Max 0.60%					

Sub-fund	Class	Portfolio management (i)	Administration (ii)	Financial Service (iii)	Custodian (iv)	Auditor (v)	Other charges (vi)
DPAM HORIZON B Bonds Eur Quality Short Term	A-B	Max. 0.30%	0.045% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max. € 20	Max.0.025%	€ 3,375	0.075%
	E-F-M-N-V-W	Max. 0.15%					
	P	0%					
	J	Max.0.11%					
	B LC	Max. 1.20%					
	F LC	Max. 0.60%					

## BALANCED sub-funds

Sub-fund	Class	Portfolio management (i)	Administration (ii)	Financial Service (iii)	Custodian (iv)	Auditor (v)	Other charges (vi)
DPAM HORIZON B Balanced Growth	A-B	Max. 0.25%	0.045% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max.€20	Max.0.025%	€ 3,375	0.075%
DPAM HORIZON B Balanced Flexible	B	Max. 1.00%	0.045% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max.€20	Max.0.025%	€ 3,375	0.075%
	F	Max. 0.15%					
DPAM HORIZON B Defensive Strategy	A-B	Max. 0.75%	0.045% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max.€20	Max.0.025%	€ 3,375	0.075%
	E-F-M-N-V-W	Max. 0.375%					
DPAM HORIZON B Balanced Low Strategy	A-B	Max. 0.90%	0.0450% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max.€20	Max.0.025%	€ 3,375	0.075%
	E-F-M-N-V-W	Max. 0.45%					
DPAM HORIZON B Balanced Strategy	A-B	Max. 1.15%	0.0450% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max.€20	Max.0.025%	€ 3,375	0.075%
	E-F-M-N-V-W	Max. 0.58%					
DPAM HORIZON B Active strategy	A-B	Max. 1.20%	0.045% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max.€20	Max.0.025%	€ 3,375	0.075%
	E-F-M-N-V-W	Max. 0.60%					

Sub-fund	Class	Portfolio management (i)	Administration (ii)	Financial Service (iii)	Custodian (iv)	Auditor (v)	Other charges (vi)
DPAM HORIZON B Global Diversified World	B	Max. 1.00%	0.045% and a supplement of € 2,000 per active share class	Bank Degroof Petercam: Max. €20	Max.0.025%	€ 3,375	0.075%
	F-W	Max. 0.50%					
	P	0%					

- i) Remuneration of the portfolio management, per year, deducted on a daily basis except for the DPAM HORIZON B Balanced Growth sub-fund: per year, deducted whenever the capital is open.

The maximum management fee (weighted average) which may be charged to the sub-fund and to the undertaking for collective investment in which it intends to invest amounts to:

- 0.75% for the DPAM HORIZON B Defensive Strategy sub-fund
- 0.90% for the DPAM HORIZON B Balanced Low Strategy sub-fund
- 1.15% for the DPAM HORIZON B Balanced Strategy sub-fund
- 1.20% for the DPAM HORIZON B Active Strategy sub-fund
- 1.20% for the DPAM HORIZON B Global Diversified World sub-fund

- ii) Remuneration for administration, deducted daily

- iii) Financial service remuneration, per transaction

- iv) Custodian's remuneration, per year, excluding sub-custodian fees. These fees are payable quarterly and are calculated on the basis of the average net assets of the quarter.

- v) SICAV auditors' remuneration, per sub-fund, per year, net of VAT, miscellaneous expenditure and contribution IRE/IBR.

- vi) Estimate of other costs, by sub-fund, per year, excluding contributions to the operating costs of the FSMA (and potentially excluding additional costs that may be borne by the hedged classes for hedging the exchange risk).

## Other charges borne by the sub-fund and identical for all sub-funds:

Directors' fee: Max. € 10,000 per year, per director not tied to the Degroof Petercam group

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B BALANCED GROWTH

### PRESENTATION:

Name: DPAM HORIZON B BALANCED GROWTH

Formation date: 13 July 1999

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors, by means of a balanced managed portfolio, a long-term capital gain by investing in equity securities and/or debt securities of issuers throughout the world. No formal guarantee has been given either to the sub-fund or to its investors.

The sub-fund is actively managed. No benchmarks are used in the management of the sub-fund. Quantitative information from a broader market can be used for risk management and evaluation by the manager.

#### Investment policy of the sub-fund:

The sub-fund invests mainly, without sector or geographical restriction, but mainly in Europe in (i) shares and/or other securities giving access to capital of companies and (ii) in fixed or floating rate short, medium and long-term bonds and/or debt securities.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

#### Authorised asset classes:

Transferable securities and money market instruments listed on a regulated market, both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

#### Authorised transactions in derivative financial instruments:

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, futures, FX Forwards, credit derivatives and forward exchange transactions both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.

#### Lending of financial instruments:

The sub-fund may engage in the lending of financial instruments, to the extent authorised by the legal and statutory provisions applicable to undertakings for collective investment.

#### Environmental, Social and Governance themes:

The sub-fund will invest in instruments issued by public authorities, companies or private issuers and selected by including environmental, social and governance (ESG) criteria. DPAM intends to maintain flexibility in the consideration of these criteria. These criteria therefore do not lead to any formal or systematic exclusion of certain assets.

These criteria are integrated according to material issues determined on the basis of independent internal and external research and related to environmental, demographic, educational and social (health, equality, etc.) aspects.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

The investments underlying this financial product do not take into account the European Union's criteria for environmentally sustainable economic activities.

#### Investment restrictions:

The sub-fund is subject to the investment restrictions stipulated in articles 74 and 81 of the Law of 2012 and in the Royal Decree of 2012.



## Assessment of the risk profile of the sub-fund:

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Inflation risk	High	The sub-fund invests in both equities and fixed income securities.
Sustainability risk	High	Sustainability considerations are not systematically part of the sub-fund's investment selection process, with the exception of investments in companies with exposure to controversial activities such as tobacco, the manufacture, use or possession of anti-personnel mines, cluster munitions, and depleted uranium ammunition and armour which are basically excluded. The impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Credit risk	High	The sub-fund invests in both equities and fixed income securities. The sub-fund may potentially be exposed to bonds from issuers that do not have an investment grade rating.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.
Market risk	Moderate	The sub-fund invests in both equities and fixed income securities.
Liquidity risk	Moderate	The sub-fund invests in both equities and fixed income securities that are considered readily marketable. However, the sub-fund may also be exposed to issuers from the real estate sector and/or small caps and/or corporate bonds. The liquidity of such assets may decrease during periods of market stress and transaction costs may increase significantly.
Concentration risk	Low	The sub-fund invests in both equities and fixed income securities without any geographical or sectoral restrictions.
Risks relating to derivative products	Low	The investment policy allows for derivatives.

## Risk profile of the typical investor:

Balanced

**Investment horizon:** This sub-fund may not be suited to investors who wish to withdraw their capital within 5 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN Code	Form
A	Distribution	EUR	BE0171618250	Registered/Dematerialized
B	Capitalisation	EUR	BE0171619266	Registered/Dematerialized

Initial subscription date:

30 July 1999

Initial subscription price:

€ 10,000

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B BALANCED FLEXIBLE

### PRESENTATION:

Name: DPAM HORIZON B BALANCED FLEXIBLE

Formation date: 4 April 2003

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors a long-term capital gain by investing in equity securities, fixed income securities of issuers from all parts of the world or undertakings for collective investment.

This is an actively managed sub-fund.

No benchmark is used in the management of the sub-fund. Quantitative information from a broader market may be used for risk management and evaluation by the manager.

No formal guarantee has been given either to the sub-fund or to its investors.

#### Investment policy of the sub-fund:

The sub-fund invests principally in shares and/or other securities giving access to capital of companies (to a maximum amount of 60% of its net assets) and in bonds and/or other fixed-rate or floating-rate debt securities with an investment grade<sup>10</sup> rating on the scale used by one of the three rating agencies, Standard & Poor's (S&P)/Moody's/Fitch, and offering a periodic or capitalised yield. The sub-fund invests a maximum of 3% of its net assets in bonds and/or other fixed-rate or floating-rate debt securities with an inferior rating to investment grade.

In the event that the aforementioned investment criteria are exceeded passively, an adjustment will be made, taking into consideration the interests of the investors.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts, deposits, money market instruments and/or short-term instruments with an investment grade rating. Liquid assets are considered to be fixed rate.

The sub-fund may invest up to 10% of its assets in open-ended undertakings for collective investment in EUR in order to indirectly achieve the objectives listed above or to invest its liquidity.

#### Authorised asset classes:

Transferable securities and money market instruments listed on a regulated market, both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

#### Authorised transactions in derivative financial instruments:

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, futures, FX Forwards, credit derivatives and forward exchange transactions **both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.**

Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social characteristics of the sub-fund, as described below.

<sup>10</sup> Investment Grade: is an interpretation of the rating of the bond issuer in terms of the financial risks. Ratings agencies each use their own scale to assess risk. Investment grade ratings are situated between AAA and BBB- according to the Standard & Poor's (S&P) and Fitch scale and between Aaa and Baa3 according to the Moody's scale. For bonds without an external rating, the manager is responsible for determining whether the issuer satisfies the requirements of an investment grade rating.

## **Lending of financial instruments:**

The sub-fund may engage in the lending of financial instruments, to the extent authorised by the legal and statutory provisions applicable to undertakings for collective investment.

## **Environmental, Social and Governance themes (ESG) - sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("Regulation 2019/2088"), through a rigorous methodology (see Methodology for selecting ESG investments) with the aim to defend fundamental rights, not fund controversial activities that could affect the long-term reputation of investments and to promote best practices and best efforts in sustainability.

The promotion of environmental and social characteristics applies to the entire portfolio with the exception of cash, potential derivatives, undertakings for collective investment and issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

Finally, the sub-fund also has strong ESG integration, consisting of the consideration – flexibly according to the material challenges of the sectors of activity – of several ESG criteria. Please refer to the "Investment Strategy" section below for a description of this "ESG integration" approach and the criteria it covers.

DPAM's due diligence policies in relation to the main negative impacts of investment decisions are set out in the policy on sustainable and responsible investment which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Sustainable & Responsible Investment policy*).

## **No sustainable investment objective:**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

Nevertheless, the sub-fund aims to apply a precautionary principle so as not to "cause significant harm" to the environment or society. In doing so, the sub-fund applies DPAM's controversial activities policy for "conventional" strategies as detailed in the section "Methodology for selecting ESG investments" below and available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*). The sub-fund does not invest in companies that do not meet the Global Standards described below or in companies with controversies that are deemed to be extremely serious.

## **Investment strategy:**

### **Methodology for selecting ESG investments:**

The sub-fund applies (i) binding investment restrictions in terms of company exposure to certain controversial activities and behaviours and (ii) a non-binding "ESG integration" investment approach:

- i) The binding investment restrictions apply to (a) securities which do not comply with the Global Standards described below, (b) securities involved in controversial activities, and (c) securities involved in extremely serious controversies:
- a) Compliance of the portfolio with the principles of the **Global Standards** described below: The sub-fund does not invest in companies that do not comply with the 10 principles of the Global Compact and Guiding Principles of the United Nations, the ILO instruments, the OECD Multinational Enterprises (MNE) Guidelines and the underlying conventions and treaties, at the time the position is purchased. In the event of an issuer being downgraded to non-compliant status, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy, which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision;
- b) Exclusion of companies involved in **controversial activities**: The sub-fund excludes companies whose activity consists of the manufacture, use or possession of anti-personnel mines, cluster munitions, depleted uranium munitions and armour, chemical or biological weapons. The sub-fund also excludes securities of companies that have material exposure to the production or distribution of tobacco or raw materials and equipment necessary for the production of tobacco, the extraction of thermal coal, or the generation of electricity from coal. These exclusions apply both at the time of purchase of a position and during the holding of the position in the portfolio.

Details of the exclusions are available in DPAM's controversial activities policy (section on "conventional" strategies available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*)).

- c) The portfolio's exposure to **extremely serious ESG controversies**: Companies facing extremely serious controversies are not eligible for investment at the time the position is purchased. In the event of an issuer being exposed to an extremely serious controversy, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy (available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*)) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision;

Exclusion lists of individual companies excluded under criteria (a), (b) and (c) above are regularly updated and are fed into the portfolio investment monitoring systems.

- ii) The ESG integration approach consists of a flexible consideration of the following criteria:
- a) The portfolio's exposure to ESG controversies, other than extremely serious controversies (which are formally excluded as in (i) above), i.e. controversies relating to a company's environmental or social impact or governance practices. The managers are informed of the sub-fund's potential exposure to companies involved in ESG controversies, and are encouraged (but not formally constrained) to limit the sub-fund's investments in these companies as much as possible;
  - b) The ESG rating of the portfolio based on the ESG ratings of the companies held, provided by non-financial rating agencies;
  - c) The carbon intensity of the portfolio;
  - d) Generally speaking, sector analysts take into account the most material and relevant ESG elements and information in their research and investment recommendations and managers integrate (without formal exclusions) these material elements and issues in their investment decisions.

DPAM intends to maintain flexibility in the consideration of the four criteria outlined in the ESG integration section (i) above. These criteria therefore do not lead to any formal or systematic exclusion (without prejudice to the exclusions arising from the controversial activities policy listed in point (i) above).

#### *Good governance criteria:*

Good governance criteria, which are an integral part of active shareholding, engagement and responsible and sustainable investment policies, are included in the investment decision process through the various steps described in the "Methodology for selecting ESG investments" section above:

- i) Portfolio compliance with Global Standards: Prevention of corruption is one of the four main themes of the 10 principles of the United Nations Global Compact.
- ii) The portfolio's exposure to extremely serious ESG controversies: good governance criteria (business ethics, political lobbying, corporate governance, corruption and accountability of governance bodies with regard to ESG aspects) are analysed for controversies, their severity and corrective measures.
- iii) Qualitative ESG approach: Much of DPAM's fundamental research is devoted to governance and corporate governance issues.
- iv) DPAM's voting policy helps to promote good corporate governance practices (separation of powers, independence and adequacy of the board of directors, respect for the rights of minority shareholders, quality of internal and external audit, etc.). DPAM's engagement policy is linked to this voting policy and applies its principles.

Governance issues are also an integral part of the monitoring of investments, notably through DPAM's voting policy and engagement policy which are available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Voting policy / Engagement policy*).

#### *Examples of exclusion criteria:*

- Example of exclusion based on the Global Standards: serious violation of labour rights in the supply chain.
- Example of exclusion based on companies involved in controversial activities: material exposure to tobacco i.e. tobacco producers and tobacco suppliers, distributors and retailers from the exposure thresholds as a percentage of sales, as defined in the policy on controversial activities which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*).



- Example of exclusion on the basis of extremely serious ESG controversies: repeated anti-competitive practices with no sign of corrective and/or preventive measures.

## **Company in charge of the evaluation of ESG selection criteria:**

DPAM is the company in charge of the evaluation of ESG selection criteria. DPAM uses ESG research provided by non-financial rating agencies. DPAM has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves

## **Assessment of the risk profile of the sub-fund:**

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Inflation risk	High	The sub-fund invests in both equities and fixed income securities, with the debt component representing a significant proportion of its assets and consisting mainly of investment grade securities.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.
Market risk	Moderate	The sub-fund invests in both equities and fixed income securities, with equities representing a maximum of 60% of its assets.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. The sustainability risk remains, however, as the integration of compliance with these rules is strongly advised but not binding for investment decisions, except for the review of compliance with Global Standards and the negative screening of the seriousness of controversies that issuers may face. The impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Liquidity risk	Moderate	The sub-fund invests in both equities and fixed income securities that are considered readily marketable. However, the sub-fund may also be exposed to issuers from the real estate sector and/or small caps and/or corporate bonds. The liquidity of such assets may decrease during periods of market stress and transaction costs may increase significantly.
Concentration risk	Low	The sub-fund invests in both equities and fixed income securities without any geographical or sectoral restrictions.
Credit risk	Low	The sub-fund invests in both equities and fixed income securities, with the debt component consisting primarily of investment grade securities.
Risks relating to derivative products	Low	The investment policy allows for derivatives.

the right to determine, on the basis of the information received, whether a company complies with the global ESG criteria, or whether it does not.

## **Further information:**

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

## **Investment restrictions**

The sub-fund is subject to the investment restrictions stipulated in articles 74 and 81 of the Law of 2012 and in the Royal Decree of 2012.

Risk profile of the typical investor:

Prepared to accept a moderate to high level of risk.

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 4 years of the initial investment.

**TYPES OF SHARES OFFERED FOR THIS SUB-FUND:**

Class	Type	Currency	ISIN Code	Form
B	Capitalisation	EUR	BE0940785794	Registered/Dematerialized
F	Capitalisation	EUR	BE6248455063	Registered/Dematerialized

Initial subscription date:

7 April 2003

Initial subscription price:

€ 10.000

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B BONDS GLOBAL INFLATION LINKED

*This sub-fund has been granted exemption by the FSMA and may invest, in accordance with the principle of risk spreading, up to 100% of its assets in various issues of marketable securities and money market instruments issued or guaranteed by one of the following countries: Germany, France, the United States, the United Kingdom, Canada, Japan, Australia, Sweden, Denmark or Italy. These marketable securities and money market instruments will be represented by at least six different issues, none of which may exceed 30% of the sub-fund's total assets.*

### PRESENTATION:

Name: DPAM HORIZON B BONDS GLOBAL INFLATION LINKED

Formation date: 16 September 2009

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors exposure to debt securities denominated in any currency, whose interest payments and/or capital redemption depend on the movement in inflation in a given country or geographical region.

No formal guarantee has been given either to the sub-fund or to its investors.

This is an actively managed sub-fund, which means that the portfolio manager does not aim to replicate the performance of a benchmark.

#### Investment policy of the sub-fund:

The sub-fund invests principally, without any form of sector restriction, a minimum of 75% of its net assets, in fixed or floating rate bonds and/or other debt securities, denominated in any currency and for which the payment of interest and/or redemption of capital depends on the movement in inflation in a given country or a geographical region, which may include, but is not limited to the following list: credit-linked notes\* and fiduciary notes\*\* with underlying instruments that have identical characteristics.

The sub-fund may, on an ancillary basis, invest in money market instruments such as for example, certificates of deposit, treasury notes and/or promissory notes, and

bonds and/or other debt securities, including fixed or floating rate credit-linked notes and fiduciary notes denominated in any currency and on which the payment of interest and/or the redemption of principal is not dependent on the movement in inflation in a given country or geographical region.

In order to be eligible, those marketable securities forming the principal part and the ancillary part of the portfolio, must be (i) issued or guaranteed by a country, including, where applicable, its regional public authorities or by international or supranational public bodies, or (ii) issued by (governmental, public, semi public or private) institutions held or financed by one or several public players, such as countries, regional public authorities or public international law or supranational bodies and undertakings entrusted with the provision of services of public or general interest, or (iii) benefit from a mechanism guaranteeing a priority redemption in the event of default by the issuer.

The payment flows from bonds and/or other debt or equivalent securities, whose interest payments and/or redemption of principle are determined by inflation, generally have the following configuration:

- Coupon payment = coupon in%\* nominal amount \* (Index t/Index°)
- Reimbursement = nominal amount \* (Index T/Index°)

in which:

- Coupon in% = fixed coupon of the bond (which is normally equal to the actual yield on the issue date of the bond)
- Index° = a 3-month inflation index before the issue date of the bond (base index)
- Index T = a 3-month inflation index before the payment date
- Index T = a 3-month inflation index before the due date

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

The sub-fund may invest a maximum of 10% of its assets in open-ended undertakings for collective investment in order to indirectly achieve the above-mentioned target or place its liquidity.

\* Credit-Linked Note: financial instrument issued by a financial institution in the form of a debt security on which the payment is connected to another bond or loan.

\*\* Fiduciary Note: differs from a credit linked note in that the buyer does not bear risk of the financial institution which issues it.

### **Authorised asset classes:**

Transferable securities and money market instruments listed on a regulated market, both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

### **Authorised transactions in derivative financial instruments:**

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, FX Forwards, credit derivatives and forward exchange futures transactions **both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.**

Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social aspects of the sub-fund, as described below.

### **Credit linked notes (CLN) and fiduciary notes:**

Given that the sub-fund may invest in credit-linked notes it is exposed to the risk of credit deterioration of the underlying reference as well as a separate risk of default by the issuer which could result in a total loss of the amount invested. The sub-fund may also invest in fiduciary notes, it will in such cases be exposed only to a risk of deterioration of the underlying reference credit.

### **Lending of financial instruments:**

The sub-fund may engage in the lending of financial instruments, to the extent authorised by the legal and statutory provisions applicable to undertakings for collective investment.

### **Environmental, Social and Governance themes (ESG) – sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("**Regulation 2019/2088**"). This promotion consists of the exclusion of countries that do not respect a minimum of democratic requirements.

The promotion of environmental and social characteristics applies to the entire portfolio with the exception of cash, potential derivatives, undertakings for collective investment and issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

DPAM's due diligence policies in relation to the main negative impacts of investment decisions are set out in the policy on sustainable and responsible investment which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Sustainable & Responsible Investment policy*).

### **No sustainable investment objective**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

Nevertheless, the sub-fund aims to apply a precautionary principle so as not to "cause significant harm" to the environment or society. To do this, the sub-fund has an exclusion policy.

### **Investment strategy**

#### *Methodology for selecting ESG investments:*

**Exclusion of countries that do not meet minimum democratic requirements:** the sub-fund does not invest in countries that do not meet minimum democratic requirements. To determine whether a country does not meet this minimum requirement the manager applies a methodology that is mainly based on the classifications of the International NGO Freedom House ("not free") and The Economist Intelligence Unit ("authoritarian regime").

This exclusion and the underlying methodology are detailed in DPAM's Sustainable and Responsible Investment Policy (section on "Sovereign Bonds") which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Sustainable & Responsible Investment policy*).

This exclusion applies both at the time of purchase of a position and during the holding of the position in the portfolio. In the event that a country is downgraded, the Manager will sell the relevant investment in the interest of the sub-fund's shareholders within three months.

## *Good governance criteria*

Good governance criteria such as the electoral process, civil liberties, national and local democratic governance are included in the models used by the International NGO Freedom House and the Economist Intelligence Unit.

## *Company in charge of the evaluation of ESG selection criteria*

DPAM is the company in charge of the evaluation of ESG selection criteria. DPAM uses ESG research provided by non-financial rating agencies. DPAM has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves the right to determine, on the basis of the information received, whether an issuer complies with the global ESG criteria, or whether it does not.

## *Further information:*

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

## *Benchmark:*

The sub-fund uses the following index as its benchmark: Bloomberg Universal Inflation Linked GDP Weighted IG.

This index represents the global market for inflation-linked bonds. This is a custom index for DPAM calculated by Bloomberg Index Services Limited. The index includes inflation-linked bonds issued by countries with an

## *Assessment of the risk profile of the sub-fund:*

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.

investment-grade rating. Countries are weighted according to their GDP (gross domestic product). The performance is calculated by reinvesting the coupons paid by the debt securities included in the index.

## *Index administrator:*

Bloomberg Index Services Limited is listed in the register held by ESMA (European Securities and Markets Authority).

## *Use of the benchmark:*

The benchmark is used to compare performance. The selection and weighting of the assets in the sub-fund's portfolio may differ significantly from the composition of the benchmark.

The benchmark is not aligned with the promotion of the environmental and social characteristics of the sub-fund. Please refer to the "Investment Strategy" section above for an explanation of how the sub-fund promotes environmental and social characteristics.

## *Unpublished change or index:*

The management company has put in place sound written plans that cover the assumptions in the event that the index is no longer published or in the event of a substantial change in its composition. The board of directors of the SICAV will, if necessary, choose another index in accordance with these plans.

## *Investment restrictions*

The sub-fund is subject to the investment restrictions stipulated in articles 74 and 81 of the Law of 2012 and in the Royal Decree of 2012.



Concentration risk	Moderate	The sub-fund's portfolio is largely composed of debt securities (any currency) for which the payment of interest and/or the repayment of principal depends on the evolution of inflation in a given country or geographical region, which may make the portfolio particularly sensitive to the economic evolution of this area.
Risks relating to derivative products	Moderate	The investment policy allows for derivatives.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. An exclusion of countries that do not respect a minimum of democratic requirements is applied. Sustainability risk remains, however, and the impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Credit risk	Low	The sub-fund invests primarily in bonds issued/guaranteed by governments or related institutions.
Hedging risk (applicable only to "Hedged" share classes)	Low	Between 95% and 105% of the initial currency exposure of the "hedged" share classes is covered. If the exposure is not fully (100%) hedged, there will be a residual exposure to the currency in which the instrument is denominated rather than to the currency being hedged.
Liquidity risk	Low	The sub-fund invests primarily in government or government-guaranteed bonds that are considered readily marketable.
Market risk	Low	The sub-fund invests primarily in government bonds.

## Risk profile of the typical investor:

Defensive

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 3 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN Code	Form
A	Distribution	EUR	BE0948790333	Registered/Dematerialized
B	Capitalisation	EUR	BE0948791349	Registered/Dematerialized
B LC	Capitalisation	EUR	BE6321376806	Registered/Dematerialized
A EUR HEDGED*	Distribution	EUR	BE6252761448	Registered/Dematerialized
B EUR HEDGED *	Capitalisation	EUR	BE6252762453	Registered/Dematerialized
E	Distribution	EUR	BE0948792354	Registered/Dematerialized
F	Capitalisation	EUR	BE0948793360	Registered/Dematerialized
F LC	Capitalisation	EUR	BE6321377812	Registered/Dematerialized
E EUR HEDGED*	Distribution	EUR	BE6252763469	Registered/Dematerialized
F EUR HEDGED*	Capitalisation	EUR	BE6252764475	Registered/Dematerialized
J	Capitalisation	EUR	BE6299354777	Registered/Dematerialized
J EUR HEDGED*	Capitalisation	EUR	BE6304412917	Registered/Dematerialized
M	Distribution	EUR	BE6299356798	Registered/Dematerialized

Class	Type	Currency	ISIN Code	Form
N	Capitalisation	EUR	BE6299357804	Registered/Dematerialized
M EUR HEDGED*	Distribution	EUR	BE6304413923	Registered/Dematerialized
N EUR HEDGED*	Capitalisation	EUR	BE6304414939	Registered/Dematerialized
V	Distribution	EUR	BE6309886362	Registered/Dematerialized
V EUR HEDGED*	Distribution	EUR	BE6328640691	Registered/Dematerialized
W	Capitalisation	EUR	BE6309887378	Registered/Dematerialized
W EUR HEDGED*	Capitalisation	EUR	BE6328641707	Registered/Dematerialized
P	Capitalisation	EUR	BE6253170656	Registered/Dematerialized
P EUR HEDGED*	Capitalisation	EUR	BE6264039700	Registered/Dematerialized

\* "Hedged" classes

- The exchange risk exposure to the reference currency of the sub-fund will be hedged for between 95% and 105% of the part of the net asset value of the hedged class that must be hedged.
- Each class concerned may incur additional costs of 0.01% per month for this exchange risk hedging policy. The interest rate differential between the euro and the currencies hedged will have an influence on the net asset value of the hedged class via the exchange risk hedging transactions.

Initial subscription date:

17 September 2009

Initial subscription price:

€ 100

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B BONDS EUR QUALITY SHORT TERM

### PRESENTATION:

Name: DPAM HORIZON B BONDS EUR QUALITY SHORT TERM

Formation date: 26 January 2011

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors exposure to debt securities denominated in euros, whose issuers have (i) a minimum investment grade rating\* and (iii) a residual term of no more than three years.

This is an actively managed sub-fund, which means that the portfolio manager does not aim to replicate the performance of a benchmark. No benchmarks are used in the management of the sub-fund. Quantitative information from a broader market can be used for risk management and evaluation by the manager.

No formal guarantee has been given either to the sub-fund or to its investors.

#### Investment policy of the sub-fund:

The sub-fund invests mainly, without sector or geographical restriction, in fixed or floating rate bonds and/or debt securities, or equivalents denominated in euros. The securities or, failing this, the issuers, must have a minimum rating of BBB-/Baa3 ('investment grade') on the scale used by S&P and Moody's rating agencies and the residual term of which does not exceed 3 years at the time of acquisition.

The sub-fund may also hold liquid assets on a secondary or temporary basis in the form of current accounts and deposits in a maximum of 25%.

The sub-fund may invest a maximum of 10% of its assets in open-ended undertakings for collective investment in order to indirectly achieve the above-mentioned target or place its liquidity.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

\* Investment Grade: is an interpretation of the rating of the bond issuer in terms of the financial risks. Ratings agencies each use their own scale to assess risk. "Investment grade" ratings are situated between AAA and BBB- according to the Standard & Poor's (S&P) scale and between Aaa and Baa3 according to the Moody's scale.

#### **Authorised asset classes:**

Transferable securities and money market instruments listed on a regulated market, without sector restriction both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

If, following changes in market conditions or owing to specific information about an issuer, the securities no longer meet the criteria mentioned above, the situation will later be rectified in the interest of the shareholders of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

#### **Authorised transactions in derivative financial instruments:**

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, FX Forwards, credit derivatives and forward exchange transactions both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.

Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social characteristics of the sub-fund, as described below.

### **Lending of financial instruments:**

The sub-fund may engage in the lending of financial instruments, to the extent authorised by the legal and statutory provisions applicable to undertakings for collective investment.

### **Environmental, Social and Governance themes (ESG)**

#### **– sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("Regulation 2019/2088"), through a rigorous methodology (see Methodology for selecting ESG investments) with the aim to defend fundamental rights, not finance controversial activities that could affect the long-term reputation of investments and to promote best practices and best efforts in sustainability.

The promotion of environmental and social characteristics applies to the entire portfolio with the exception of cash, potential derivatives, undertakings for collective investment and issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

DPAM's due diligence policies in relation to the main negative impacts of investment decisions are set out in the policy on sustainable and responsible investment which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Sustainable & Responsible Investment policy*).

#### **No sustainable investment objective:**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

Nevertheless, the sub-fund aims to apply a precautionary principle so as not to "cause significant harm" to the environment or society. In doing so, the sub-fund applies DPAM's controversial activities policy for "conventional" strategies as detailed in the section "Methodology for selecting ESG investments" below and available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*). The sub-fund does not invest in companies that do not meet the Global Standards described below or in companies with controversies that are deemed to be extremely serious.

### **Investment strategy:**

#### **Methodology for selecting ESG investments:**

- i) With regard to debt securities other than those issued by governments, their political bodies, institutions or supranational organisations, the sub-fund applies binding investment restrictions to (a) securities which do not comply with the Global Standards described below, (b) securities involved in controversial activities, and (c) securities involved in extremely serious controversies:
- a) Compliance of the portfolio with the principles of the **Global Standards** described below: The sub-fund does not invest in companies that do not comply with the 10 principles of the Global Compact and the Guiding Principles of the United Nations, the ILO instruments, the OECD Multinational Enterprises (MNE) Guidelines and the underlying conventions and treaties, at the time the position is purchased. In the event of an issuer being downgraded to non-compliant status, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy, which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision;
- b) Exclusion of companies involved in **controversial activities**: The sub-fund excludes companies whose activity consists of the manufacture, use or possession of anti-personnel mines, cluster munitions, depleted uranium munitions and armour, chemical or biological weapons. The sub-fund also excludes securities of companies that have material exposure to the production or distribution of tobacco or raw materials and equipment necessary for the production of tobacco, the extraction of thermal coal, or the generation of electricity from coal. These exclusions apply both at the time of purchase of a position and during the holding of the position in the portfolio.

Details of the exclusions are available in DPAM's controversial activities policy (section on "conventional" strategies available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*)).

- c) The portfolio's exposure to **extremely serious ESG controversies**: Companies facing extremely serious controversies are not eligible for investment at the time the position is purchased. In the event of an issuer being exposed to an extremely serious controversy, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy (available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*)) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision;

Exclusion lists of individual companies excluded under criteria (a), (b) and (c) above are regularly updated and are fed into the portfolio investment monitoring systems.

- ii) With regard to debt securities issued by states, their political bodies or institutions, the sub-fund does not invest in states that are considered "not free" and "authoritarian" according to international sources i.e. the international NGO Freedom House and the Democracy Index published by The Economist Intelligence Unit at the time the position is purchased.

In the event that a country is downgraded to "not free" and "authoritarian" status, the Investment Manager will sell the relevant investment in the interest of the sub-fund's shareholders within three months.

#### *Good governance criteria:*

Good governance criteria, which are an integral part of active shareholding, engagement and responsible and sustainable investment policies, are included in the investment decision process through the various steps described in the "Methodology for selecting ESG investments" section above:

- i) Portfolio compliance with Global Standards: Prevention of corruption is one of the four main themes of the 10 principles of the United Nations Global Compact.

- ii) The portfolio's exposure to extremely serious ESG controversies: good governance criteria (business ethics, political lobbying, corporate governance, corruption and accountability of governance bodies with regard to ESG aspects) are analysed for controversies, their severity and corrective measures.

- iii) DPAM's voting policy helps to promote good corporate governance practices (separation of powers, independence and adequacy of the board of directors, respect for the rights of minority shareholders, quality of internal and external audit, etc.). DPAM's engagement policy is linked to this voting policy and applies its principles.

Governance issues are also an integral part of the monitoring of investments, notably through DPAM's voting policy and engagement policy which are available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Voting policy / Engagement policy*).

#### *Examples of exclusion criteria:*

- Example of exclusion based on the Global Standards: serious violation of labour rights in the supply chain.
- Example of exclusion based on companies involved in controversial activities: material exposure to tobacco i.e. tobacco producers and tobacco suppliers, distributors and retailers from the exposure thresholds as a percentage of sales, as defined in the policy on controversial activities which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*).
- Example of exclusion on the basis of extremely serious ESG controversies: repeated anti-competitive practices with no sign of corrective and/or preventive measures.

#### *Company in charge of the evaluation of ESG selection criteria:*

DPAM is the company in charge of the evaluation of ESG selection criteria. DPAM uses ESG research provided by non-financial rating agencies. DPAM has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves the right to determine, on the basis of the information received, whether a company complies with the global ESG criteria, or whether it does not.

#### *Further information:*

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

## Investment restrictions

The sub-fund is subject to the investment restrictions stipulated in articles 74 and 81 of the Law of 2012 and in the Royal Decree of 2012.

## Assessment of the risk profile of the sub-fund:

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Inflation risk	High	The sub-fund invests primarily in fixed income securities.
Concentration risk	Moderate	As the portfolio is mainly composed of debt securities issued or guaranteed by Eurozone companies, it is likely to be more specifically exposed to the economic performance of the Eurozone.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. A review of compliance with Global Standards and a negative screening of the seriousness of controversies is applied. Sustainability risk remains, however, and the impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Liquidity risk	Moderate	The sub-fund invests primarily in investment grade corporate bonds with short maturities that are considered readily marketable. Liquidity may fall during periods of market tension and transaction costs may rise significantly.
Market risk	Low	The sub-fund invests primarily in investment grade corporate bonds with short maturities.
Risks relating to derivative products	Low	The investment policy allows for derivatives.
Credit risk	Low	The sub-fund invests primarily in investment grade bonds.

## Risk profile of the typical investor:

Defensive

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 3 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN Code	Form
A	Distribution	EUR	BE6214976894	Registered/Dematerialized
B	Capitalisation	EUR	BE6214977900	Registered/Dematerialized
B LC	Capitalisation	EUR	BE6321378828	Registered/Dematerialized
E	Distribution	EUR	BE6214978916	Registered/Dematerialized



Class	Type	Currency	ISIN Code	Form
F	Capitalisation	EUR	BE6214979922	Registered/Dematerialized
F LC	Capitalisation	EUR	BE6321380840	Registered/Dematerialized
P	Capitalisation	EUR	BE6253169641	Registered/Dematerialized
J	Capitalisation	EUR	BE6299360832	Registered/Dematerialized
M	Distribution	EUR	BE6299362853	Registered/Dematerialized
N	Capitalisation	EUR	BE6299363869	Registered/Dematerialized
V	Distribution	EUR	BE6309883336	Registered/Dematerialized
W	Capitalisation	EUR	BE6309885356	Registered/Dematerialized

Initial subscription date:

1 February 2011

Initial subscription price:

€ 100

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B DEFENSIVE STRATEGY

### PRESENTATION:

Name: DPAM HORIZON B DEFENSIVE STRATEGY

Formation date: 13 October 2011

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors, through investment respectively in undertakings for collective investment in debt securities, undertakings for collective investments in equity securities and/or debt securities, undertakings for collective investment in equity securities and/or debt or real estate securities a medium-term capital gain by investing in debt securities of issuers from throughout the world.

This is an actively managed sub-fund, which means that the portfolio manager does not aim to replicate the performance of a benchmark. No benchmarks are used in the management of the sub-fund. Quantitative information from a broader market can be used for risk management and evaluation by the manager.

No formal capital protection or guarantee is given to the investors of the sub-fund.

#### Investment policy of the sub-fund:

The sub-fund principally invests, without any sector or geographical restriction, in bond investment funds (undertakings for collective investment in marketable securities and/or other undertakings for collective investment (undertakings for collective investment in marketable securities and/or other undertakings for collective investment).

The sub-fund may also invest directly in shares, bonds or other debt securities up to a maximum of 20% of its net assets.

The sub-fund aims to limit its (direct and indirect) investments in shares and other equity securities to approx. 30% of its net assets. Under certain circumstances relating to market conditions or the efficiency of the investment strategy, the sub-fund may be justified in exceeding this threshold.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

#### Authorised asset classes:

Transferable securities and money market instruments listed on a regulated market, both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

On the other hand, the manager of the sub-fund will use DPAM's undertakings for collective investment and third-party undertakings for collective investment, the selection of which is based on a qualitative analysis focusing on five points: investment philosophy and process, performance, risks, transparency and costs. This selection also takes into account the environmental, social and governance (ESG) aspects below.

#### Authorised transactions in derivative financial instruments:

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, futures, FX Forwards, credit derivatives and forward exchange transactions both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.

Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social characteristics of the sub-fund, as described below.

## **Environmental, Social and Governance themes (ESG) – sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("Regulation 2019/2088").

Environmental and social characteristics are promoted through investments in undertakings for collective investment ("UCI") managed by DPAM or third-party managers and through direct portfolio investments.

This sub-fund invests at least 75% of its net assets in:

- UCIs which promote, inter alia, environmental or social characteristics within the meaning of Regulation 2019/2088 and/or UCIs which have a sustainable investment objective within the meaning of Regulation 2019/2088 (indirect investments); and/or
- securities that meet the environmental and social characteristics it promotes (direct investments).

The remaining 25% of the assets may be invested in (i) UCIs that do not promote environmental or social characteristics and/or do not have a sustainable investment objective of Regulation 2019/2088, (ii) UCIs that are not subject to Regulation 2019/2088, (iii) cash, (iv) derivatives, and (v) issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

## **No sustainable investment objective:**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

## **Investment strategy:**

### *Methodology for selecting ESG investments:*

#### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The binding investment restrictions applicable to the direct lines or underlying investments of the UCIs managed by DPAM apply to securities involved in controversial activities (a) securities which do not comply with the Global Standards described below (b), and securities involved in extremely serious controversies (c):

- a) Compliance with the principles of the **Global Standards** described below: The sub-fund does not invest, either directly or indirectly through its

investments in UCIs managed by DPAM, in companies which do not meet the Global Standards described below: The sub-fund does not invest in companies that do not comply with the 10 principles of the Global Compact and the United Nations Guiding Principles, the ILO instruments, the OECD Multinational Enterprises (MNE) Guidelines and the underlying conventions and treaties, at the time the position is purchased.

- b) Exclusion of companies involved in **controversial activities**: The sub-fund excludes, directly or indirectly via its investments in UCIs managed by DPAM, companies whose activity consists of the manufacture, use or possession of anti-personnel mines, cluster munitions, depleted uranium munitions and armour, chemical or biological weapons. The sub-fund also excludes, directly or indirectly from its investments in UCIs managed by DPAM, securities of companies that have material exposure to the production or distribution of tobacco or raw materials and equipment necessary for the production of tobacco, the extraction of thermal coal, or the generation of electricity from coal.

Details of the exclusions are available in DPAM's controversial activities policy (section on "conventional" strategies available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*)).

- c) The exposure to **extremely serious ESG controversies**: Companies facing extremely serious controversies are not eligible for investment by the sub-fund or by the DPAM-managed UCI in which the sub-fund invests at the time the position is purchased.

Exclusion lists of individual companies excluded under criteria (a), (b) and (c) above are regularly updated and are fed into the portfolio investment monitoring systems.

In its investments in sovereign bonds, the sub-fund does not invest, either directly or via its investments in UCIs managed by DPAM, in countries considered not to meet a democratic minimum.

The exclusion of securities on the basis of the binding criteria of the investment strategy are those which apply to the underlyings of the UCIs managed by DPAM and the direct lines. These are therefore the rules that apply both at the time of purchase of a position and during the holding of the position in the portfolio.

For direct investments, in the event of an issuer being downgraded to non-compliant status or exposed to an extremely serious ESG controversy, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy, which is

available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision; The same engagement policy applies to the underlying investments of the UCIs managed by DPAM in which the sub-fund is invested.

#### *Investments in UCIs managed by third party managers:*

As mentioned above, the sub-fund's ESG investments may include investments in UCIs managed by third-party managers, which are classified as UCIs that promote, inter alia, environmental and/or social characteristics within the meaning of Regulation 2019/2088 and/or have a sustainable investment objective within the meaning of Regulation 2019/2088.

In its selection of these UCIs for the sub-fund, DPAM therefore takes into account the integration of environmental, social and/or governance criteria by the third-party manager in the management of these funds. The investment strategy and methodology for selecting ESG and/or sustainable investments by third-party managers may vary from UCI to UCI.

If a UCI no longer has the above-mentioned classification (article 8 or article 9 according to Regulation 2019/2088) according to the information declared in its prospectus or information document, DPAM will sell the investment in the UCI concerned in the interest of the shareholders of the sub-fund within six months if such a sale is necessary in order to comply, at the global level of the sub-fund, with the environmental and social characteristics promoted.

#### *Good governance criteria:*

#### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The criteria of good governance, which are an integral part of the active shareholding, the engagement and the responsible and sustainable investment policies, are an integral part of the investment decision process of the sub-fund in the direct lines as well as of the investment decision process of the UCIs managed by DPAM in which the sub-fund is invested, through the different stages described above of the investment decision process:

- i) Compliance with Global Standards: Prevention of corruption is one of the four main themes of the 10 principles of the United Nations Global Compact.

- ii) The exposure to extremely serious ESG controversies: good governance criteria (business ethics, political lobbying, corporate governance, corruption and accountability of governance bodies with regard to ESG aspects) are analysed for controversies, their severity and corrective measures.

- iii) DPAM's voting policy helps to promote good corporate governance practices (separation of powers, independence and adequacy of the board of directors, respect for the rights of minority shareholders, quality of internal and external audit, etc.). DPAM's engagement policy is linked to this voting policy and applies its principles.

Governance issues are also an integral part of the monitoring of investments, notably through DPAM's voting policy and engagement policy which are available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Voting policy / Engagement policy*).

#### *Investments in UCIs managed by third party managers:*

The promotion of environmental and social characteristics through investments in UCIs managed by third party managers is done through UCIs which promote, among other things, environmental or social characteristics within the meaning of Regulation 2019/2088 or have a sustainable investment objective within the meaning of Regulation 2019/2088. In accordance with Regulation 2019/2088, the companies in which investments are made by these UCIs must apply good governance practices. The way in which compliance with this requirement is verified may vary from UCI to UCI.

#### *Examples of exclusion criteria:*

- Example of exclusion based on the Global Standards: serious violation of labour rights in the supply chain.
- Example of exclusion based on companies involved in controversial activities: material exposure to tobacco i.e. tobacco producers and tobacco suppliers, distributors and retailers from the exposure thresholds as a percentage of sales, as defined in the policy on controversial activities which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*).
- Example of exclusion on the basis of major ESG controversies: repeated anti-competitive practices with no sign of corrective and/or preventive measures.

#### *Company in charge of the evaluation of ESG selection criteria:*

For direct investments or underlying investments of the UCIs managed by DPAM, DPAM is the company in charge of assessing the ESG screening criteria. DPAM uses ESG research provided by non-financial rating agencies. DPAM

has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves the right to determine, on the basis of the information received, whether a company complies with the global ESG criteria, or whether it does not.

### Further information:

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

### Investment restrictions:

The sub-fund is subject to the investment restrictions stipulated in articles 74 and 81 of the Law of 2012 and in the Royal Decree of 2012.

### Assessment of the risk profile of the sub-fund:

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Inflation risk	High	The sub-fund invests in both equities and fixed income securities. This risk may also be associated with the funds in which the sub-fund invests.
Credit risk	High	The sub-fund invests in both equities and fixed income securities. The sub-fund may potentially be exposed to bonds from issuers that do not have an investment grade rating. This risk may also be associated with the funds in which the sub-fund invests.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. Nevertheless, the risk of sustainability remains. In addition to the risk arising from the positions the sub-fund holds directly, sustainability risk may materialise indirectly. The sub-fund is mainly invested via other UCIs managed either by DPAM or by third parties, each of which carries out its own sustainability controls. The impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Liquidity risk	Moderate	The portfolio of the sub-fund invests in both equities and fixed income securities that are considered readily marketable. However, the sub-fund may also be exposed to issuers from the real estate sector and/or small caps and/or corporate bonds. The liquidity of such assets may decrease during periods of market stress and transaction costs may increase significantly. This risk may also be associated with the funds in which the sub-fund invests.
Market risk	Low	The sub-fund invests in both equities and fixed income securities, mainly through investments in other funds, and aims to limit its investment in equities (through direct or indirect investments) to approximately 30% of its assets.
Risks relating to derivative products	Low	The investment policy allows for derivatives. This risk may also be associated with the funds in which the sub-fund invests.
Concentration risk	Low	The portfolio of the sub-fund invests in both equities and fixed income securities without any geographical or sectoral restrictions.

## Risk profile of the typical investor:

Prepared to accept a low to moderate level of risk.

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 2 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN Code	Form
A	Distribution	EUR	BE6227491915	Registered/Dematerialized
B	Capitalisation	EUR	BE6227492921	Registered/Dematerialized
E	Distribution	EUR	BE6299349728	Registered/Dematerialized
F	Capitalisation	EUR	BE6299350734	Registered/Dematerialized
M	Distribution	EUR	BE6299351740	Registered/Dematerialized
N	Capitalisation	EUR	BE6299352755	Registered/Dematerialized
V	Distribution	EUR	BE6309888384	Registered/Dematerialized
W	Capitalisation	EUR	BE6309889390	Registered/Dematerialized

## Initial subscription date:

2 November 2011

## Initial subscription price:

€ 100



## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B BALANCED LOW STRATEGY

### PRESENTATION:

Name: DPAM HORIZON B BALANCED LOW STRATEGY

Formation date: 28 February 2014

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors, through investment respectively in undertakings for collective investment in debt securities, undertakings for collective investments in equity securities and/or debt securities, undertakings for collective investment in equity securities and/or debt or real estate securities a moderate medium-term and long-term capital gain by investing in equities and/or debt securities of issuers from throughout the world.

This is an actively managed sub-fund, which means that the portfolio manager does not aim to replicate the performance of a benchmark. No benchmarks are used in the management of the sub-fund. Quantitative information from a broader market can be used for risk management and evaluation by the manager.

No formal capital protection or guarantee is given to the investors of the sub-fund.

#### Investment policy of the sub-fund:

The sub-fund principally invests, without any sector or geographical restriction, in bonds and equities investment funds (undertakings for collective investment in marketable securities and/or other undertakings for collective investment (undertakings for collective investment in marketable securities and/or other undertakings for collective investment).

The sub-fund may also invest directly in shares, bonds or other debt securities up to a maximum of 20% of its net assets.

The sub-fund aims to limit its (direct and indirect) investments in shares and other equity securities to approx. 50% of its net assets. Under certain circumstances relating to market conditions or the efficiency of the investment strategy, the sub-fund may be justified in exceeding this threshold.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

#### Authorised asset classes:

Transferable securities and money market instruments listed on a regulated market, both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

On the other hand, the manager of the sub-fund will use DPAM's undertakings for collective investment and third party undertakings for collective investment whose selection is based on a qualitative analysis focusing on five points: investment philosophy and process, performance, risks, transparency and costs. This selection also takes into account the environmental, social and governance (ESG) aspects below.

#### Authorised transactions in derivative financial instruments:

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, futures, FX Forwards, credit derivatives and forward exchange transactions **both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.**

Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social characteristics of the sub-fund, as described below.

## **Environmental, Social and Governance themes (ESG)** **– sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("**Regulation 2019/2088**").

Environmental and social characteristics are promoted through investments in undertakings for collective investment ("UCI") managed by DPAM or third-party managers and through direct portfolio investments.

This sub-fund invests at least 75% of its net assets in:

- UCIs which promote, inter alia, environmental or social characteristics within the meaning of Regulation 2019/2088 and/or UCIs which have a sustainable investment objective within the meaning of Regulation 2019/2088 (indirect investments); and/or
- securities that meet the environmental and social characteristics it promotes (direct investments).

The remaining 25% of the assets may be invested in (i) UCIs that do not promote environmental or social characteristics and/or do not have a sustainable investment objective of Regulation 2019/2088, (ii) UCIs that are not subject to Regulation 2019/2088, (iii) cash, (iv) derivatives, and (v) issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

## **No sustainable investment objective:**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

## **Investment strategy:**

### *Methodology for selecting ESG investments:*

### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The binding investment restrictions applicable to the direct lines or underlying investments of the UCIs managed by DPAM apply to (a) securities which do not comply with the Global Standards described below, (b) securities involved in controversial activities, and (c) securities involved in extremely serious controversies:

- a) Compliance with the principles of the **Global Standards** described below: The sub-fund does not invest, directly or indirectly via its investments in UCIs

managed by DPAM, in companies that do not comply with the 10 principles of the Global Compact and the United Nations Guiding Principles, the ILO instruments, the OECD Multinational Enterprises (MNE) Guidelines and the underlying conventions and treaties, at the time the position is purchased.

- b) Exclusion of companies involved in **controversial activities**: The sub-fund excludes, directly or indirectly via its investments in UCIs managed by DPAM, companies whose activity consists of the manufacture, use or possession of anti-personnel mines, cluster munitions, depleted uranium munitions and armour, chemical or biological weapons. The sub-fund also excludes, directly or indirectly from its investments in UCIs managed by DPAM, securities of companies that have material exposure to the production or distribution of tobacco or raw materials and equipment necessary for the production of tobacco, the extraction of thermal coal, or the generation of electricity from coal.

Details of the exclusions are available in DPAM's controversial activities policy (section on "conventional" strategies available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*)).

- c) The exposure to **extremely serious ESG controversies**: Companies facing extremely serious controversies are not eligible for investment by the sub-fund or by the DPAM-managed UCI in which the sub-fund invests at the time the position is purchased.

Exclusion lists of individual companies excluded under criteria (a), (b) and (c) above are regularly updated and are fed into the portfolio investment monitoring systems.

In its investments in sovereign bonds, the sub-fund does not invest, either directly or via its investments in UCIs managed by DPAM, in countries considered not to meet a democratic minimum.

The exclusion of securities on the basis of the binding criteria of the investment strategy are those which apply to the underlyings of the UCIs managed by DPAM and the direct lines. These are therefore the rules that apply both at the time of purchase of a position and during the holding of the position in the portfolio.

For direct investments, in the event of an issuer being downgraded to non-compliant status or exposed to an extremely serious ESG controversy, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy, which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of

the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision; The same engagement policy applies to the underlying investments of the UCIs managed by DPAM in which the sub-fund is invested.

#### *Investments in UCIs managed by third party managers:*

As mentioned above, the sub-fund's ESG investments may include investments in UCIs managed by third-party managers, which are classified as UCIs that promote, inter alia, environmental and/or social characteristics within the meaning of Regulation 2019/2088 and/or have a sustainable investment objective within the meaning of Regulation 2019/2088.

In its selection of these UCIs for the sub-fund, DPAM therefore takes into account the integration of environmental, social and/or governance criteria by the third-party manager in the management of these funds. The investment strategy and methodology for selecting ESG and/or sustainable investments by third party managers may vary from UCI to UCI.

If a UCI no longer has the above-mentioned classification (article 8 or article 9 according to Regulation 2019/2088) according to the information declared in its prospectus or information document, DPAM will sell the investment in the UCI concerned in the interest of the shareholders of the sub-fund within six months if such a sale is necessary in order to comply, at the global level of the sub-fund, with the environmental and social characteristics promoted.

#### *Good governance criteria:*

##### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The criteria of good governance, which are an integral part of the active shareholding, the engagement and the responsible and sustainable investment policies, are an integral part of the investment decision process of the sub-fund in the direct lines as well as of the investment decision process of the UCIs managed by DPAM in which the sub-fund is invested, through the different stages described above of the investment decision process:

- i) Compliance with Global Standards: Prevention of corruption is one of the four main themes of the 10 principles of the United Nations Global Compact.

- ii) The exposure to extremely serious ESG controversies: good governance criteria (business ethics, political lobbying, corporate governance, corruption and accountability of governance bodies with regard to ESG aspects) are analysed for controversies, their severity and corrective measures.

- iii) DPAM's voting policy helps to promote good corporate governance practices (separation of powers, independence and adequacy of the board of directors, respect for the rights of minority shareholders, quality of internal and external audit, etc.). DPAM's engagement policy is linked to this voting policy and applies its principles.

Governance issues are also an integral part of the monitoring of investments, notably through DPAM's voting policy and engagement policy which are available at [www.dpamfunds.com](http://www.dpamfunds.com) ([Voting policy](#) / [Engagement policy](#)).

#### *Investments in UCIs managed by third party managers:*

The promotion of environmental and social characteristics through investments in UCIs managed by third party managers is done through UCIs which promote, among other things, environmental or social characteristics within the meaning of Regulation 2019/2088 or have a sustainable investment objective within the meaning of Regulation 2019/2088. In accordance with Regulation 2019/2088, the companies in which investments are made by these UCIs must apply good governance practices. The way in which compliance with this requirement is verified may vary from UCI to UCI.

#### *Examples of exclusion criteria:*

- Example of exclusion based on the Global Standards: serious violation of labour rights in the supply chain.
- Example of exclusion based on companies involved in controversial activities: material exposure to tobacco i.e. tobacco producers and tobacco suppliers, distributors and retailers from the exposure thresholds as a percentage of sales, as defined in the policy on controversial activities which is available at [www.dpamfunds.com](http://www.dpamfunds.com) ([Controversial Activities Policy](#)).
- Example of exclusion on the basis of major ESG controversies: repeated anti-competitive practices with no sign of corrective and/or preventive measures.

#### *Company in charge of the evaluation of ESG selection criteria:*

For direct investments or underlying investments of the UCIs managed by DPAM, DPAM is the company in charge of assessing the ESG screening criteria. DPAM uses ESG research provided by non-financial rating agencies. DPAM

has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves the right to determine, on the basis of the information received, whether a company complies with the global ESG criteria, or whether it does not.

### Further information:

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

### Investment restrictions

The sub-fund is subject to the investment restrictions stipulated in articles 84 and 71 of the Law of 2012 and in the Royal Decree of 2012.

### Assessment of the risk profile of the sub-fund:

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Inflation risk	High	The sub-fund invests in both equities and fixed income securities. This risk may also be associated with the funds in which the sub-fund invests.
Credit risk	High	The sub-fund invests in both equities and fixed income securities. The sub-fund may potentially be exposed to bonds from issuers that do not have an investment grade rating. This risk may also be associated with the funds in which the sub-fund invests.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.
Market risk	Moderate	The sub-fund invests in both equities and fixed income securities, mainly through investments in other funds, and aims to limit its investment in equities (through direct or indirect investments) to approximately 45% of its assets.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. Nevertheless, the risk of sustainability remains. In addition to the risk arising from the positions the sub-fund holds directly, sustainability risk may materialise indirectly. The sub-fund is mainly invested via other UCIs managed either by DPAM or by third parties, each of which carries out its own sustainability controls. The impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Liquidity risk	Moderate	The sub-fund invests in both equities and fixed income securities that are considered readily marketable. However, the sub-fund may also be exposed to issuers from the real estate sector and/or small caps and/or corporate bonds. The liquidity of such assets may decrease during periods of market stress and transaction costs may increase significantly. This risk may also be associated with the funds in which the sub-fund invests.
Risks relating to derivative products	Low	The investment policy allows for derivatives. This risk may also be associated with the funds in which the sub-fund invests.
Concentration risk	Low	The sub-fund invests in both equities and fixed income securities without any geographical or sectoral restrictions.

## Risk profile of the typical investor:

Prepared to accept a moderate to average level of risk.

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 3 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN Code	Form
A	Distribution	EUR	BE6264045764	Registered/Dematerialized
B	Capitalisation	EUR	BE6264046770	Registered/Dematerialized
E	Distribution	EUR	BE6299367902	Registered/Dematerialized
F	Capitalisation	EUR	BE6299368918	Registered/Dematerialized
M	Distribution	EUR	BE6299369924	Registered/Dematerialized
N	Capitalisation	EUR	BE6299370930	Registered/Dematerialized
V	Distribution	EUR	BE6309879292	Registered/Dematerialized
W	Capitalisation	EUR	BE6309880308	Registered/Dematerialized

## Initial subscription date:

31 March 2014

## Initial subscription price:

€ 100

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B BALANCED STRATEGY

### PRESENTATION:

Name: DPAM HORIZON B BALANCED STRATEGY

Formation date: 13 October 2011

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors, through investment respectively in undertakings for collective investment in debt securities, undertakings for collective investments in equity securities and/or debt securities, undertakings for collective investment in equity securities and/or debt or real estate securities a moderate medium-term and long-term capital gain by investing in equities and/or debt securities of issuers from throughout the world.

This is an actively managed sub-fund, which means that the portfolio manager does not aim to replicate the performance of a benchmark. No benchmarks are used in the management of the sub-fund. Quantitative information from a broader market can be used for risk management and evaluation by the manager.

No formal capital protection or guarantee is given to the investors of the sub-fund.

#### Investment policy of the sub-fund:

The sub-fund principally invests, without any sector or geographical restriction, in bonds and equities investment funds (undertakings for collective investment in marketable securities and/or other undertakings for collective investment (undertakings for collective investment in marketable securities and/or other undertakings for collective investment).

The sub-fund may also invest directly in shares, bonds or other debt securities up to a maximum of 20% of its net assets.

The sub-fund aims to limit its (direct and indirect) investments in shares and other equity securities to approx. 65% of its net assets. Under certain circumstances relating to market conditions or the efficiency of the investment strategy, the sub-fund may be justified in exceeding this threshold.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

#### **Authorised asset classes:**

Transferable securities and money market instruments listed on a regulated market, both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

On the other hand, the manager of the sub-fund will use DPAM's undertakings for collective investment and third-party undertakings for collective investment, the selection of which is based on a qualitative analysis focusing on five points: investment philosophy and process, performance, risks, transparency and costs. This selection also takes into account the environmental, social and governance (ESG) aspects below.

#### **Authorised transactions in derivative financial instruments:**

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, futures, FX Forwards, credit derivatives and forward exchange transactions both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.



Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social characteristics of the sub-fund, as described below.

## **Environmental, Social and Governance themes (ESG)** **– sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("**Regulation 2019/2088**").

Environmental and social characteristics are promoted through investments in undertakings for collective investment ("UCI") managed by DPAM or third-party managers and through direct portfolio investments.

This sub-fund invests at least 75% of its net assets in:

- UCIs which promote, inter alia, environmental or social characteristics within the meaning of Regulation 2019/2088 and/or UCIs which have a sustainable investment objective within the meaning of Regulation 2019/2088 (indirect investments); and/or
- securities that meet the environmental and social characteristics it promotes (direct investments).

The remaining 25% of the assets may be invested in (i) UCIs that do not promote environmental or social characteristics and/or do not have a sustainable investment objective of Regulation 2019/2088, (ii) UCIs that are not subject to Regulation 2019/2088, (iii) cash, (iv) derivatives, and (v) issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

## **No sustainable investment objective:**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

## **Investment strategy:**

### *Methodology for selecting ESG investments:*

### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The binding investment restrictions applicable to the direct lines or underlying investments of the UCIs managed by DPAM apply to (a) securities which do not comply with the Global Standards described below, (b) securities involved in controversial activities, and (c) securities involved in extremely serious controversies:

- a) Compliance with the principles of the **Global Standards** described below: The sub-fund does not invest, directly or indirectly via its investments in UCIs

managed by DPAM, in companies that do not comply with the 10 principles of the Global Compact and the United Nations Guiding Principles, the ILO instruments, the OECD Multinational Enterprises (MNE) Guidelines and the underlying conventions and treaties, at the time the position is purchased.

- b) Exclusion of companies involved in **controversial activities**: The sub-fund excludes, directly or indirectly via its investments in UCIs managed by DPAM, companies whose activity consists of the manufacture, use or possession of anti-personnel mines, cluster munitions, depleted uranium munitions and armour, chemical or biological weapons. The sub-fund also excludes, directly or indirectly from its investments in UCIs managed by DPAM, securities of companies that have material exposure to the production or distribution of tobacco or raw materials and equipment necessary for the production of tobacco, the extraction of thermal coal, or the generation of electricity from coal.

Details of the exclusions are available in DPAM's controversial activities policy (section on "conventional" strategies available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*)).

- c) The exposure to **extremely serious ESG controversies**: Companies facing extremely serious controversies are not eligible for investment by the sub-fund or by the DPAM-managed UCI in which the sub-fund invests at the time the position is purchased.

Exclusion lists of individual companies excluded under criteria (a), (b) and (c) above are regularly updated and are fed into the portfolio investment monitoring systems.

In its investments in sovereign bonds, the sub-fund does not invest, either directly or via its investments in UCIs managed by DPAM, in countries considered not to meet a democratic minimum.

The exclusion of securities on the basis of the binding criteria of the investment strategy are those which apply to the underlyings of the UCIs managed by DPAM and the direct lines. These are therefore the rules that apply both at the time of purchase of a position and during the holding of the position in the portfolio.

For direct investments, in the event of an issuer being downgraded to non-compliant status or exposed to an extremely serious ESG controversy, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy, which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of

the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision. The same engagement policy applies to the underlying investments of the UCIs managed by DPAM in which the sub-fund is invested.

#### *Investments in UCIs managed by third party managers:*

As mentioned above, the sub-fund's ESG investments may include investments in UCIs managed by third-party managers, which are classified as UCIs that promote, inter alia, environmental and/or social characteristics within the meaning of Regulation 2019/2088 and/or have a sustainable investment objective within the meaning of Regulation 2019/2088.

In its selection of these UCIs for the sub-fund, DPAM therefore takes into account the integration of environmental, social and/or governance criteria by the third-party manager in the management of these funds. The investment strategy and methodology for selecting ESG and/or sustainable investments by third party managers may vary from UCI to UCI.

If a UCI no longer has the above-mentioned classification (article 8 or article 9 according to Regulation 2019/2088) according to the information declared in its prospectus or information document, DPAM will sell the investment in the UCI concerned in the interest of the shareholders of the sub-fund within six months if such a sale is necessary in order to comply, at the global level of the sub-fund, with the environmental and social characteristics promoted.

#### *Good governance criteria:*

##### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The criteria of good governance, which are an integral part of the active shareholding, the engagement and the responsible and sustainable investment policies, are an integral part of the investment decision process of the sub-fund in the direct lines as well as of the investment decision process of the UCIs managed by DPAM in which the sub-fund is invested, through the different stages described above of the investment decision process:

- i) Compliance with Global Standards: Prevention of corruption is one of the four main themes of the 10 principles of the United Nations Global Compact.

- ii) The exposure to extremely serious ESG controversies: good governance criteria (business ethics, political lobbying, corporate governance, corruption and accountability of governance bodies with regard to ESG aspects) are analysed for controversies, their severity and corrective measures.

- iii) DPAM's voting policy helps to promote good corporate governance practices (separation of powers, independence and adequacy of the board of directors, respect for the rights of minority shareholders, quality of internal and external audit, etc.). DPAM's engagement policy is linked to this voting policy and applies its principles.

Governance issues are also an integral part of the monitoring of investments, notably through DPAM's voting policy and engagement policy which are available at [www.dpamfunds.com](http://www.dpamfunds.com) ([Voting policy](#) / [Engagement policy](#)).

#### *Investments in UCIs managed by third party managers:*

The promotion of environmental and social characteristics through investments in UCIs managed by third party managers is done through UCIs which promote, among other things, environmental or social characteristics within the meaning of Regulation 2019/2088 or have a sustainable investment objective within the meaning of Regulation 2019/2088. In accordance with Regulation 2019/2088, the companies in which investments are made by these UCIs must apply good governance practices. The way in which compliance with this requirement is verified may vary from UCI to UCI.

#### *Examples of exclusion criteria:*

- Example of exclusion based on the Global Standards: serious violation of labour rights in the supply chain.
- Example of exclusion based on companies involved in controversial activities: material exposure to tobacco i.e. tobacco producers and tobacco suppliers, distributors and retailers from the exposure thresholds as a percentage of sales, as defined in the policy on controversial activities which is available at [www.dpamfunds.com](http://www.dpamfunds.com) ([Controversial Activities Policy](#)).
- Example of exclusion on the basis of extremely serious ESG controversies: repeated anti-competitive practices with no sign of corrective and/or preventive measures.

#### *Company in charge of the evaluation of ESG selection criteria:*

For direct investments or underlying investments of the UCIs managed by DPAM, DPAM is the company in charge of assessing the ESG screening criteria. DPAM uses ESG research provided by non-financial rating agencies. DPAM

has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves the right to determine, on the basis of the information received, whether a company complies with the global ESG criteria, or whether it does not.

### Further information:

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

### Investment restrictions

The sub-fund is subject to the investment restrictions stipulated in articles 74 and 81 of the Law of 2012 and in the Royal Decree of 2012.

### Assessment of the risk profile of the sub-fund:

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Inflation risk	High	The sub-fund invests in both equities and fixed income securities. This risk may also be associated with the funds in which the sub-fund invests.
Credit risk	High	The sub-fund invests in both equities and fixed income securities. The sub-fund may potentially be exposed to bonds from issuers that do not have an investment grade rating. This risk may also be associated with the funds in which the sub-fund invests.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.
Market risk	Moderate	The sub-fund invests in both equities and fixed income securities, mainly through investments in other funds, and aims to limit its investment in equities (through direct or indirect investments) to approximately 65% of its assets.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. Nevertheless, the risk of sustainability remains. In addition to the risk arising from the positions the sub-fund holds directly, sustainability risk may materialise indirectly. The sub-fund is mainly invested via other UCIs managed either by DPAM or by third parties, each of which carries out its own sustainability controls. The impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Liquidity risk	Moderate	The sub-fund invests in both equities and fixed income securities that are considered readily marketable. However, the sub-fund may also be exposed to issuers from the real estate sector and/or small caps and/or corporate bonds. The liquidity of such assets may decrease during periods of market stress and transaction costs may increase significantly. This risk may also be associated with the funds in which the sub-fund invests.
Concentration risk	Low	The sub-fund invests in both equities and fixed income securities without any geographical or sectoral restrictions.
Risks relating to derivative products	Low	The investment policy allows for derivatives. This risk may also be associated with the funds in which the sub-fund invests.

## Risk profile of the typical investor:

Prepared to accept a moderate to high level of risk.

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 4 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN code	Form
A	Distribution	EUR	BE6227493937	Registered/Dematerialized
B	Capitalisation	EUR	BE6227494943	Registered/Dematerialized
E	Distribution	EUR	BE6299371946	Registered/Dematerialized
F	Capitalisation	EUR	BE6299372951	Registered/Dematerialized
M	Distribution	EUR	BE6299373967	Registered/Dematerialized
N	Capitalisation	EUR	BE6299374973	Registered/Dematerialized
V	Distribution	EUR	BE6309881314	Registered/Dematerialized
W	Capitalisation	EUR	BE6309882320	Registered/Dematerialized

## Initial subscription date:

2 November 2011

## Initial subscription price:

€ 100

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B ACTIVE STRATEGY

### PRESENTATION:

Name: DPAM HORIZON B ACTIVE STRATEGY

Formation date: 13 October 2011

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors, through investment respectively in undertakings for collective investment in debt securities, undertakings for collective investments in equity securities and/or debt securities, undertakings for collective investment in equity securities and/or debt or real estate securities a medium-term capital gain by investing in equities and/or debt securities of issuers from throughout the world. No formal capital protection or guarantee is given to the investors of the sub-fund.

This is an actively managed sub-fund, which means that the portfolio manager does not aim to replicate the performance of a benchmark. No benchmarks are used in the management of the sub-fund. Quantitative information from a broader market can be used for risk management and evaluation by the manager.

#### Investment policy of the sub-fund:

The sub-fund principally invests, without any sector or geographical restriction, in equity investment funds (undertakings for collective investment in marketable securities and/or other undertakings for collective investment (undertakings for collective investment in marketable securities and/or other undertakings for collective investment)).

The sub-fund may also invest directly in shares, bonds or other debt securities up to a maximum of 20% of its net assets.

The sub-fund aims to limit its (direct and indirect) investments in shares and other equity securities to approx. 85% of its net assets. Under certain circumstances relating to market conditions or the efficiency of the investment strategy, the sub-fund may be justified in exceeding this threshold.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

#### Authorised asset classes:

Transferable securities and money market instruments listed on a regulated market, both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

On the other hand, the manager of the sub-fund will use DPAM's undertakings for collective investment and third party undertakings for collective investment, the selection of which is based on a qualitative analysis focusing on five points: investment philosophy and process, performance, risks, transparency and costs. This selection also takes into account the environmental, social and governance (ESG) aspects below.

#### Authorised transactions in derivative financial instruments:

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, futures, FX Forwards, credit derivatives and forward exchange transactions **both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.**



Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social characteristics of the sub-fund, as described below.

## **Environmental, Social and Governance themes (ESG)** **– sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("**Regulation 2019/2088**").

Environmental and social characteristics are promoted through investments in undertakings for collective investment ("UCI") managed by DPAM or third-party managers and through direct portfolio investments.

This sub-fund invests at least 75% of its net assets in:

- UCIs which promote, inter alia, environmental or social characteristics within the meaning of Regulation 2019/2088 and/or UCIs which have a sustainable investment objective within the meaning of Regulation 2019/2088 (indirect investments); and/or
- securities that meet the environmental and social characteristics it promotes (direct investments).

The remaining 25% of the assets may be invested in (i) UCIs that do not promote environmental or social characteristics and/or do not have a sustainable investment objective of Regulation 2019/2088, (ii) UCIs that are not subject to Regulation 2019/2088, (iii) cash, (iv) derivatives, and (v) issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

## **No sustainable investment objective:**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

## **Investment strategy:**

### *Methodology for selecting ESG investments:*

### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The binding investment restrictions applicable to the direct lines or underlying investments of the UCIs managed by DPAM apply to (a) securities which do not comply with the Global Standards described below, (b) securities involved in controversial activities, and (c) securities involved in extremely serious controversies:

- a) Compliance with the principles of the **Global Standards** described below: The sub-fund does not invest, directly or indirectly via its investments in UCIs

managed by DPAM, in companies that do not comply with the 10 principles of the Global Compact and the United Nations Guiding Principles, the ILO instruments, the OECD Multinational Enterprises (MNE) Guidelines and the underlying conventions and treaties, at the time the position is purchased.

- b) Exclusion of companies involved in **controversial activities**: The sub-fund excludes, directly or indirectly via its investments in UCIs managed by DPAM, companies whose activity consists of the manufacture, use or possession of anti-personnel mines, cluster munitions, depleted uranium munitions and armour, chemical or biological weapons. The sub-fund also excludes, directly or indirectly from its investments in UCIs managed by DPAM, securities of companies that have material exposure to the production or distribution of tobacco or raw materials and equipment necessary for the production of tobacco, the extraction of thermal coal, or the generation of electricity from coal.

Details of the exclusions are available in DPAM's controversial activities policy (section on "conventional" strategies available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Controversial Activities Policy*)).

- c) The exposure to **extremely serious ESG controversies**: Companies facing extremely serious controversies are not eligible for investment by the sub-fund or by the DPAM-managed UCI in which the sub-fund invests at the time the position is purchased.

Exclusion lists of individual companies excluded under criteria (a), (b) and (c) above are regularly updated and are fed into the portfolio investment monitoring systems.

In its investments in sovereign bonds, the sub-fund does not invest, either directly or via its investments in UCIs managed by DPAM, in countries considered not to meet a democratic minimum.

The exclusion of securities on the basis of the binding criteria of the investment strategy are those which apply to the underlyings of the UCIs managed by DPAM and the direct lines. These are therefore the rules that apply both at the time of purchase of a position and during the holding of the position in the portfolio.

For direct investments, in the event of an issuer being downgraded to non-compliant status or exposed to an extremely serious ESG controversy, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy, which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of



the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision; The same engagement policy applies to the underlying investments of the UCIs managed by DPAM in which the sub-fund is invested.

#### *Investments in UCIs managed by third party managers:*

As mentioned above, the sub-fund's ESG investments may include investments in UCIs managed by third-party managers, which are classified as UCIs that promote, inter alia, environmental and/or social characteristics within the meaning of Regulation 2019/2088 and/or have a sustainable investment objective within the meaning of Regulation 2019/2088.

In its selection of these UCIs for the sub-fund, DPAM therefore takes into account the integration of environmental, social and/or governance criteria by the third-party manager in the management of these funds. The investment strategy and methodology for selecting ESG and/or sustainable investments by third party managers may vary from UCI to UCI.

If a UCI no longer has the above-mentioned classification (article 8 or article 9 according to Regulation 2019/2088) according to the information declared in its prospectus or information document, DPAM will sell the investment in the UCI concerned in the interest of the shareholders of the sub-fund within six months if such a sale is necessary in order to comply, at the global level of the sub-fund, with the environmental and social characteristics promoted.

#### *Good governance criteria:*

##### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The criteria of good governance, which are an integral part of the active shareholding, the engagement and the responsible and sustainable investment policies, are an integral part of the investment decision process of the sub-fund in the direct lines as well as of the investment decision process of the UCIs managed by DPAM in which the sub-fund is invested, through the different stages described above of the investment decision process:

- i) Compliance with Global Standards: Prevention of corruption is one of the four main themes of the 10 principles of the United Nations Global Compact.

- ii) The exposure to extremely serious ESG controversies: good governance criteria (business ethics, political lobbying, corporate governance, corruption and accountability of governance bodies with regard to ESG aspects) are analysed for controversies, their severity and corrective measures.

- iii) DPAM's voting policy helps to promote good corporate governance practices (separation of powers, independence and adequacy of the board of directors, respect for the rights of minority shareholders, quality of internal and external audit, etc.). DPAM's engagement policy is linked to this voting policy and applies its principles.

Governance issues are also an integral part of the monitoring of investments, notably through DPAM's voting policy and engagement policy which are available at [www.dpamfunds.com](http://www.dpamfunds.com) ([Voting policy](#) / [Engagement policy](#)).

#### *Investments in UCIs managed by third party managers:*

The promotion of environmental and social characteristics through investments in UCIs managed by third party managers is done through UCIs which promote, among other things, environmental or social characteristics within the meaning of Regulation 2019/2088 or have a sustainable investment objective within the meaning of Regulation 2019/2088. In accordance with Regulation 2019/2088, the companies in which investments are made by these UCIs must apply good governance practices. The way in which compliance with this requirement is verified may vary from UCI to UCI.

#### *Examples of exclusion criteria:*

- Example of exclusion based on the Global Standards: serious violation of labour rights in the supply chain.
- Example of exclusion based on companies involved in controversial activities: material exposure to tobacco i.e. tobacco producers and tobacco suppliers, distributors and retailers from the exposure thresholds as a percentage of sales, as defined in the policy on controversial activities which is available at [www.dpamfunds.com](http://www.dpamfunds.com) ([Controversial Activities Policy](#)).
- Example of exclusion on the basis of extremely serious ESG controversies: repeated anti-competitive practices with no sign of corrective and/or preventive measures.

#### *Company in charge of the evaluation of ESG selection criteria:*

For direct investments or underlying investments of the UCIs managed by DPAM, DPAM is the company in charge of assessing the ESG screening criteria. DPAM uses ESG research provided by non-financial rating agencies. DPAM

has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves the right to determine, on the basis of the information received, whether a company complies with the global ESG criteria, or whether it does not.

#### Further information:

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

#### Investment restrictions

The sub-fund is subject to the investment restrictions stipulated in articles 74 and 81 of the Law of 2012 and in the Royal Decree of 2012.

#### Assessment of the risk profile of the sub-fund:

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Market risk	High	The sub-fund invests in both equities and fixed income securities, mainly through investments in other funds, and aims to limit its investment in equities (through direct or indirect investments) to approximately 85% of its assets.
Inflation risk	High	The sub-fund invests in both equities and fixed income securities. This risk may also be associated with the funds in which the sub-fund invests.
Credit risk	High	The sub-fund invests in both equities and fixed income securities. The sub-fund may potentially be exposed to bonds from issuers that do not have an investment grade rating. This risk may also be associated with the funds in which the sub-fund invests.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. Nevertheless, the risk of sustainability remains. In addition to the risk arising from the positions the sub-fund holds directly, sustainability risk may materialise indirectly. The sub-fund is mainly invested via other UCIs managed either by DPAM or by third parties, each of which carries out its own sustainability controls. The impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Liquidity risk	Moderate	The sub-fund invests in both equities and fixed income securities that are considered readily marketable. However, the sub-fund may also be exposed to issuers from the real estate sector and/or small caps and/or corporate bonds. The liquidity of such assets may decrease during periods of market stress and transaction costs may increase significantly. This risk may also be associated with the funds in which the sub-fund invests.
Concentration risk	Low	The sub-fund invests in both equities and fixed income securities without any geographical or sectoral restrictions.
Risks relating to derivative products	Low	The investment policy allows for derivatives. This risk may also be associated with the funds in which the sub-fund invests.

## Risk profile of the typical investor:

Prepared to accept a high to very high level of risk.

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 5 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN Code	Form
A	Distribution	EUR	BE6227495957	Registered/Dematerialized
B	Capitalisation	EUR	BE6227496963	Registered/Dematerialized
E	Distribution	EUR	BE6299355782	Registered/Dematerialized
F	Capitalisation	EUR	BE6299358810	Registered/Dematerialized
M	Distribution	EUR	BE6299361848	Registered/Dematerialized
N	Capitalisation	EUR	BE6299365880	Registered/Dematerialized
V	Distribution	EUR	BE6309877270	Registered/Dematerialized
W	Capitalisation	EUR	BE6309878286	Registered/Dematerialized

## Initial subscription date:

2 November 2011

## Initial subscription price:

€ 100

## INFORMATION ABOUT THE SUB-FUND DPAM HORIZON B GLOBAL DIVERSIFIED WORLD

### PRESENTATION:

Name: DPAM HORIZON B GLOBAL DIVERSIFIED WORLD

Formation date: 18 November 2015

Term: indefinite

### INVESTMENT INFORMATION:

#### Objective of the sub-fund:

The objective of the sub-fund is to offer investors exposure to debt securities and the equity markets.

This is an actively managed sub-fund, which means that the portfolio manager does not aim to replicate the performance of a benchmark. No benchmarks are used in the management of the sub-fund. Quantitative information from a broader market can be used for risk management and evaluation by the manager.

No formal guarantee has been given either to the sub-fund or to its investors.

#### Investment policy of the sub-fund:

This sub-fund invests (without any sectoral or geographical restrictions) in debt securities and equity markets, money market instruments and collective investment schemes which also invest in the above asset classes.

The sub-fund may also invest, on an ancillary basis, in cash and in derivative financial instruments in order to obtain maximum returns, taking into account the risk entered into.

The focus is on the international diversification of investments.

The risk is closely related to the percentages invested in the different asset classes. Therefore, the portfolio composition will be oriented towards the following model allocation:

- Equities: minimum 0% maximum 40%
- Bonds: minimum 20% maximum 100%
- Alternative investments: minimum 0% maximum 15%
- Liquid assets: minimum 0% maximum 80%

Alternative investments<sup>11</sup> may include investments in absolute return and volatility-based products.

The sub-fund may hold liquid assets on a secondary or temporary basis in the form of current accounts or deposits, and in the form of undertakings for collective investment.

Volatility funds/ETFs are funds/ETFs that invest in instruments in such a way that the volatility (risk) of the fund is kept to a minimum. As a result, the instruments selected have low beta characteristics so that risks are minimised and/or correlated, maximising the diversification effect.

#### Authorised asset classes:

Transferable securities and money market instruments listed on a regulated market, without sector restriction both within and outside the European Economic Area, newly issued transferable securities, units in undertakings for collective investment, whether meeting or not meeting the conditions set down by Directive 2009/65/EC and whether in a Member State or not of the European Economic Area, derivative instruments, including equivalent instruments giving rise to a cash settlement, over-the-counter derivative instruments, other transferable securities and money market instruments and liquid assets as long as these transferable securities and money market instruments are compatible with the objectives of the sub-fund.

If, following changes in market conditions or owing to specific information about an issuer, the securities no longer meet the criteria mentioned above, the situation will later be rectified in the interest of the shareholders of the sub-fund.

The sub-fund limits its choice of investments to securities included in its investment policy; investments in securities of companies whose activity consists in the manufacture, use or holding of anti-personnel mines, cluster munitions and depleted uranium ammunition and armour are therefore excluded.

On the other hand, the manager of the sub-fund will use DPAM's undertakings for collective investment and third party undertakings for collective investment, the selection of which is based on a qualitative analysis focusing on five points: investment philosophy and process, performance,

<sup>11</sup> Alternative investments include only funds/ETFs. These investments include absolute return funds designed to provide positive returns regardless of underlying market conditions.

risks, transparency and costs. This selection also takes into account the environmental, social and governance (ESG) aspects below.

## **Authorised transactions in derivative financial instruments:**

The sub-fund may also use derivative products, subject to the applicable legal regulations, such as options, futures, FX Forwards, credit derivatives and forward exchange transactions both for the purpose of achieving the investment objectives and for the purpose of risk hedging. Investors should be aware that derivatives of this type can be more volatile than the underlying instruments.

Derivative products, if any, used to achieve the investment objectives of the sub-fund will not be used to promote the environmental and/or social characteristics of the sub-fund, as described below.

## **Lending of financial instruments:**

The sub-fund may engage in the lending of financial instruments, to the extent authorised by the legal and statutory provisions applicable to undertakings for collective investment.

## **Environmental, Social and Governance themes (ESG) – sustainability transparency:**

The sub-fund promotes environmental and social characteristics, as defined by Regulation 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ("**Regulation 2019/2088**").

Environmental and social characteristics are promoted through investments in undertakings for collective investment ("UCI") managed by DPAM or third-party managers and through direct portfolio investments.

This sub-fund invests at least 75% of its net assets in:

- UCIs which promote, inter alia, environmental or social characteristics within the meaning of Regulation 2019/2088 and/or UCIs which have a sustainable investment objective within the meaning of Regulation 2019/2088 (indirect investments); and/or
- securities that meet the environmental and social characteristics it promotes (direct investments).

The remaining 25% of the assets may be invested in (i) UCIs that do not promote environmental or social characteristics and/or do not have a sustainable investment objective of Regulation 2019/2088, (ii) UCIs that are not subject to Regulation 2019/2088, (iii) cash,

(iv) derivatives, and (v) issuers that do not report sufficient information or are insufficiently covered by ESG research to judge their environmental and/or social characteristics.

## **No sustainable investment objective:**

The sub-fund does not have a sustainable investment objective within the meaning of the Regulation 2019/2088.

## **Investment strategy:**

### **Methodology for selecting ESG investments:**

#### **Investment in direct lines or underlying investments of UCIs managed by DPAM:**

The binding investment restrictions applicable to the direct lines or underlying investments of the UCIs managed by DPAM apply to (a) securities which do not comply with the Global Standards described below, (b) securities involved in controversial activities, and (c) securities involved in extremely serious controversies:

- a) Compliance with the principles of the **Global Standards** described below: The sub-fund does not invest, directly or indirectly via its investments in UCIs managed by DPAM, in companies that do not comply with the 10 principles of the Global Compact and the United Nations Guiding Principles, the ILO instruments, the OECD Multinational Enterprises (MNE) Guidelines and the underlying conventions and treaties, at the time the position is purchased.
- b) Exclusion of companies involved in **controversial activities**: The sub-fund excludes, directly or indirectly via its investments in UCIs managed by DPAM, companies whose activity consists of the manufacture, use or possession of anti-personnel mines, cluster munitions, depleted uranium munitions and armour, chemical or biological weapons. The sub-fund also excludes, directly or indirectly from its investments in UCIs managed by DPAM, securities of companies that have material exposure to the production or distribution of tobacco or raw materials and equipment necessary for the production of tobacco, the extraction of thermal coal, or the generation of electricity from coal.

Details of the exclusions are available in DPAM's controversial activities policy (section on "conventional" strategies available at [www.dpamfunds.com](http://www.dpamfunds.com)) (*Controversial Activities Policy*).

- c) The exposure to **extremely serious ESG controversies**: Companies facing extremely serious controversies are not eligible for investment by the sub-fund or by the DPAM-managed UCI in which the sub-fund invests at the time the position is purchased.

Exclusion lists of individual companies excluded under criteria (a), (b) and (c) above are regularly updated and are fed into the portfolio investment monitoring systems.

In its investments in sovereign bonds, the sub-fund does not invest, either directly or via its investments in UCIs managed by DPAM, in countries considered not to meet a democratic minimum.

The exclusion of securities on the basis of the binding criteria of the investment strategy are those which apply to the underlyings of the UCIs managed by DPAM and the direct lines. These are therefore the rules that apply both at the time of purchase of a position and during the holding of the position in the portfolio.

For direct investments, in the event of an issuer being downgraded to non-compliant status or exposed to an extremely serious ESG controversy, engagement is undertaken with the company according to a timetable that is consistent with DPAM's engagement policy, which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Engagement policy*) and an in-depth analysis is carried out to identify the issuer's responsibilities for the downgrade and in light of the company's ESG profile. If, following this engagement and analysis, the downgrade is finally confirmed by DPAM, the manager will sell the relevant investment in the interest of the shareholders of the sub-fund within three months from the date of the final downgrading decision; The same engagement policy applies to the underlying investments of the UCIs managed by DPAM in which the sub-fund is invested.

#### *Investments in UCIs managed by third party managers:*

As mentioned above, the sub-fund's ESG investments may include investments in UCIs managed by third-party managers, which are classified as UCIs that promote, inter alia, environmental and/or social characteristics within the meaning of Regulation 2019/2088 and/or have a sustainable investment objective within the meaning of Regulation 2019/2088.

In its selection of these UCIs for the sub-fund, DPAM therefore takes into account the integration of environmental, social and/or governance criteria by the third-party manager in the management of these funds. The investment strategy and methodology for selecting ESG and/or sustainable investments by third party managers may vary from UCI to UCI.

If a UCI no longer has the above-mentioned classification (article 8 or article 9 according to Regulation 2019/2088) according to the information declared in its prospectus or information document, DPAM will sell the investment in the UCI concerned in the interest of the shareholders of the sub-fund within six months if such a sale is necessary

in order to comply, at the global level of the sub-fund, with the environmental and social characteristics promoted.

#### *Good governance criteria:*

##### *Investment in direct lines or underlying investments of UCIs managed by DPAM:*

The criteria of good governance, which are an integral part of the active shareholding, the engagement and the responsible and sustainable investment policies, are an integral part of the investment decision process of the sub-fund in the direct lines as well as of the investment decision process of the UCIs managed by DPAM in which the sub-fund is invested, through the different stages described above of the investment decision process:

- i) Compliance with Global Standards: Prevention of corruption is one of the four main themes of the 10 principles of the United Nations Global Compact.
- ii) The exposure to extremely serious ESG controversies: good governance criteria (business ethics, political lobbying, corporate governance, corruption and accountability of governance bodies with regard to ESG aspects) are analysed for controversies, their severity and corrective measures.
- iii) DPAM's voting policy helps to promote good corporate governance practices (separation of powers, independence and adequacy of the board of directors, respect for the rights of minority shareholders, quality of internal and external audit, etc.). DPAM's engagement policy is linked to this voting policy and applies its principles.

Governance issues are also an integral part of the monitoring of investments, notably through DPAM's voting policy and engagement policy which are available at [www.dpamfunds.com](http://www.dpamfunds.com) (*Voting policy / Engagement policy*).

#### *Investments in UCIs managed by third party managers:*

The promotion of environmental and social characteristics through investments in UCIs managed by third party managers is done through UCIs which promote, among other things, environmental or social characteristics within the meaning of Regulation 2019/2088 or have a sustainable investment objective within the meaning of Regulation 2019/2088. In accordance with Regulation 2019/2088, the companies in which investments are made by these UCIs must apply good governance practices. The way in which compliance with this requirement is verified may vary from UCI to UCI.



## Examples of exclusion criteria:

- Example of exclusion based on the Global Standards: serious violation of labour rights in the supply chain.
- Example of exclusion based on companies involved in controversial activities: material exposure to tobacco i.e. tobacco producers and tobacco suppliers, distributors and retailers from the exposure thresholds as a percentage of sales, as defined in the policy on controversial activities which is available at [www.dpamfunds.com](http://www.dpamfunds.com) (Controversial Activities Policy).
- Example of exclusion on the basis of extremely serious ESG controversies: repeated anti-competitive practices with no sign of corrective and/or preventive measures.

## Company in charge of the evaluation of ESG selection criteria:

For direct investments or underlying investments of the UCIs managed by DPAM, DPAM is the company in charge of assessing the ESG screening criteria. DPAM uses ESG

## Assessment of the risk profile of the sub-fund:

The value of a share may go up or down, and investors may therefore get back less than they invested.

Description of the sole risks deemed to be significant and relevant as regards to their occurrence and probability that the investor assumes in association with his investment:

Type of risk	Level	Description
Capital risk	High	The sub-fund does not include any "capital guarantee" or "capital protection" commitment. It is therefore possible that investors could lose all or part of their capital.
Exchange risk	High	As the sub-fund invests without any geographical restrictions, the sub-fund may be invested in assets expressed in currencies other than EUR.
Credit risk	High	The sub-fund invests in both equities and fixed income securities. The sub-fund may potentially be exposed to bonds from issuers that do not have an investment grade rating.
Inflation risk	High	The sub-fund invests in both equities and fixed income securities.
Sustainability risk	Moderate	Sustainability aspects are taken into account in the selection and screening process of the sub-fund's investments, with environmental and/or social characteristics being emphasized. Nevertheless, the risk of sustainability remains. In addition to the risk arising from the positions the sub-fund holds directly, sustainability risk may materialise indirectly. The sub-fund is mainly invested via other UCIs managed either by DPAM or by third parties, each of which carries out its own sustainability controls. The impact of adverse sustainability events could have negative effects on the performance of the sub-fund.
Market risk	Moderate	The sub-fund invests in both equities and fixed income securities.

research provided by non-financial rating agencies. DPAM has its own internal ESG research capabilities, and ESG research provided by non-financial rating agencies is used as one source of information, among others. DPAM therefore also reserves the right to determine, on the basis of the information received, whether a company complies with the global ESG criteria, or whether it does not.

## Further information:

More specific information on the product can be found on the website [www.dpamfunds.com](http://www.dpamfunds.com).

## Investment restrictions

The sub-fund is subject to the investment restrictions stipulated in articles 84 and 71 of the Law of 2012 and in the Royal Decree of 2012.

Liquidity risk	Moderate	The sub-fund invests in both equities and fixed income securities that are considered readily marketable. However, the sub-fund may also be exposed to issuers from the real estate sector and/or small caps and/or corporate bonds. The liquidity of such assets may decrease during periods of market stress and transaction costs may increase significantly.
Concentration risk	Low	The sub-fund invests in both equities and fixed income securities without any geographical or sectoral restrictions.
Risks relating to derivative products	Low	The investment policy allows for derivatives.

## Risk profile of the typical investor:

Defensive

**Investment horizon:** This sub-fund may not be suitable for investors who wish to withdraw their capital within 3 years of the initial investment.

## TYPES OF SHARES OFFERED FOR THIS SUB-FUND:

Class	Type	Currency	ISIN Code	Form
B	Capitalisation	EUR	BE6282510146	Registered/Dematerialized
F	Capitalisation	EUR	BE6282511151	Registered/Dematerialized
W	Capitalisation	EUR	BE6309891412	Registered/Dematerialized
P	Capitalisation	EUR	BE6282513173	Registered/Dematerialized

## Initial subscription period:

from 15 to 22 December 2015

## Initial subscription price:

€ 1.000

## ADDITIONAL INFORMATION FOR INVESTORS IN THE FEDERAL REPUBLIC OF GERMANY

For the following additional sub-investment funds no notification of distribution was published, so that shares of these sub-investment funds may not be distributed within the area of application of the Capital Investment Code:

- **DPAM HORIZON B BALANCED GROWTH**
- **DPAM HORIZON B GLOBAL DIVERSIFIED WORLD**

### INFORMATION AGENT

The function of the Information Agent in the Federal Republic of Germany (the "German Information Agent") is assumed by:

MARCARD, STEIN & CO AG  
Ballindamm 36  
D-20095 Hamburg

The Fund does not issue printed individual certificates.

Requests for subscriptions and redemptions by German Investors with regard to Shares can be made in writing from Germany to the Bank Degroef Petercam SA at their Head Office Rue de l'Industrie 44 - BE 1040 Brussels directly or via the financial intermediaries of the German investors in accordance with the terms and conditions as specified under the heading "Information Sources" in this Prospectus. Subscription and redemption monies may be paid from / to the German account at the bank of the German Investor or any other account the Investor indicates as suitable.

The following documents and information can be inspected free of charge at the German Information Agent and can be obtained in paper form:

- the sales prospectus of the company;
- the Essential Investor Information of the company;
- the articles of incorporation of the company;
- the annual and half-yearly report of the company;
- the issue, redemption and exchange prices;

- any communications to the investors.

In addition, a copy of the agreements with the investment administrators and investment advisors of the SICAV can be inspected free of charge at the registered office of the SICAV.

All other information and documents that are available for investors in Belgium are also available free of charge for investors in the Federal Republic of Germany at the German Information Agent.

### PUBLICATIONS

The issue and redemption prices are published on the Internet sites [www.fundinfo.com](http://www.fundinfo.com) and [www.dpamfunds.com](http://www.dpamfunds.com).

Any communications to the investors are published in the Federal Republic of Germany in the Federal Bulletin ([www.bundesanzeiger.de](http://www.bundesanzeiger.de)) and on the Internet page [www.dpamfunds.com](http://www.dpamfunds.com).

In addition, communications on the following cases to investors in the Federal Republic of Germany will be done by means of a durable medium pursuant to § 298 (2) of the Investment Code:

- suspension of the redemption of the shares,
- termination of the management of the fund or its liquidation,
- any amendments to the Articles of Association of the company which are inconstant with the previous investment principles, which affect material investor rights or which relate to remuneration and reimbursement of expenses that may be paid or made out of the asset pool,
- merger of the fund with one or more other funds and
- the change of the fund into a feeder fund or the modification of a master fund.