

**FMG FUNDS SICAV P.L.C. (SV87)
QUAD CENTRAL, Q3 LEVEL 9
TRIQ L-ESPORTATURI, ZONE 1
CENTRAL BUSINESS DISTRICT
BIRKIRKARA CBD 1040**

Dear Shareholder,

Re: FMG Funds SICAV p.l.c. (the “Scheme”) in respect of the FMG (EU) Rising 3 Fund (“the Sub-Fund”)
- Amendments to the Offering Supplements of the Sub-Fund including change in name of the Sub-Fund.

Reference is made to the latest Offering Supplement of the Sub-Fund dated 1 December, 2021.

The Board of Directors of the Scheme would like to bring to your attention certain changes to the Offering Supplement of the Sub-Fund relating to

- a revision of the Investment Objective and the Investment Strategy of the Sub-Fund, whereby this is being extended to allow the Sub-Fund to invest in collective investment schemes in emerging markets beyond the Russian, Indian and Chinese geographical sphere; and
- a change in name of the Sub-Fund from FMG (EU) Rising 3 Fund to **Emerging Market Favourites Fund** to better reflect the proposed change in the investment Objective and the Investment Strategy of the Sub-Fund.

Enclosed as **Annex 1** please find a comparative table of the current versus the proposed Investment Objective and Investment Strategy of the Sub-Fund for ease of reference.

Kindly refer to the revised Offering Supplements (in mark-up) enclosed as **Annex 2**. The updates to the Offering Supplement of the Sub-Fund have been approved in principle by the Board of Directors of the Scheme and are now subject to the final approval of the Malta Financial Services Authority (the “**MFSA**”).

Kindly also note that the Offering Supplement also stipulates that the shareholders should be given at least fifteen (15) business days’ notice in advance of any changes to the Investment Objective and the Investment Strategy of the Sub-Fund, hence this notification. The change will only become effective after all redemption requests received during such notice period have been satisfied.

It may be necessary to update some parts of the Offering Supplement due to requirements of the MFSA. In the event that the updates requested by the MFSA lead to a significant alteration to the above changes, the shareholders will have another fifteen (15) business days’ notice from the new notification of the changes during which they can redeem their investment before the changes take effect. The final Offering Supplement of the Sub-Fund will be circulated to the Shareholders following approval from the MFSA.

Please feel free to contact Ms Sharon Said (Fund Administrator) at sharon@apexfunds.com.mt should you require any clarifications.

Regards,



Name: 14 January 2022
Director: Paulianne Nwoko
FMG Funds SICAV p.l.c.

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Annex 1: Comparative Table

<p>FMG (EU) Rising 3 Fund: Current Investment Objective</p>	<p>Emerging Market Favourites Fund: Proposed Investment Objective</p>
<p>The Sub-Fund’s objective is to provide capital appreciation over the medium to long-term primarily through investing in Collective Investment Schemes (“CISs”) that are predominately exposed to the Russian, Indian and Chinese Emerging Markets and as further highlighted below in the Investment Strategy.</p> <p>This will afford investors access to an actively managed and diversified Emerging Market portfolio, with strong growth potential. The CISs to be invested in have different investment styles, aiming to lower the risk and volatility.</p>	<p>The Sub-Fund’s objective is to provide capital appreciation over the medium to long-term primarily through investing in Collective Investment Schemes (“CISs”) that are predominately exposed to emerging markets and as further highlighted below in the Investment Strategy.</p> <p>This will afford investors access to an actively managed and diversified emerging market portfolio, with strong growth potential. The CISs to be invested in have different investment styles, aiming to lower the risk and volatility.</p>
<p>FMG (EU) Rising 3 Fund: Current Investment Strategy</p>	<p>Emerging Markets Favourites Fund: Proposed Investment Strategy</p>
<p>The Sub-Fund seeks to achieve the Investment Objective by principally investing in CISs which will in turn invest mainly in the Russian, Indian and Chinese equity markets. This will offer investors access to an actively managed and diversified emerging market equity portfolio, whilst offering investors diversification among various managers with different investment styles, aiming to lower the risk and volatility. The Sub-Fund may invest in exchange traded funds (ETFs) and other non-listed CISs.</p> <p>The Sub-Fund may invest in:</p> <ul style="list-style-type: none"> • CISs managed by third party fund managers; • CISs managed by the Manager, including the Company’s sub-funds (subject to the MFSA rules on cross sub-fund investments); and/or • ETFs. <p>The Sub-Fund may also, opportunistically, invest in CISs that give investors exposure to other emerging equity markets outside Russia, India and China as well as listed equity and/or debt securities listed in these countries and other emerging markets. These allocations are, however, collectively expected to represent a minority position. The ultimate aim is to provide investors a balance between attractive returns and capital preservation.</p> <p>The Sub-Fund is not expected to have any bias towards any specific issuer, industry or market sector.</p> <p>With respect to the underlying investments, the AIFM screens managers primarily in line with the following criteria and guidelines:</p> <ul style="list-style-type: none"> • An attractive track record exhibiting a better risk-return profile than other managers; • A more robust operational set-up than peers; and • Attractive start-ups will also be considered from time to time. 	<p>The Sub-Fund seeks to achieve the Investment Objective by principally investing in licensed, regulated or unregulated CISs, including exchange-traded funds established in recognised jurisdictions (globally) which will in turn invest mainly in equity and/or debt securities markets in emerging markets. This will offer investors access to an actively managed and diversified emerging market equity portfolio, whilst offering investors diversification among various managers with different investment styles, aiming to lower the risk and volatility.</p> <p>The Sub-Fund is not expected to show any geographical bias when selecting CIS’s exposed to equity and/or debt securities within emerging markets. The ultimate aim is to provide investors a balance between attractive returns and capital preservation.</p> <p>The Sub-Fund is not expected to have any bias towards any specific issuer, industry or market sector. With respect to the underlying investments, the AIFM screens managers primarily in line with the following criteria and guidelines:</p> <ul style="list-style-type: none"> • An attractive track record exhibiting a better risk-return profile than other managers; • A more robust operational set-up than peers; and • Attractive start-ups will also be considered from time to time. <p>However, the AIFM may consider any other criteria and guidelines that it believes will add to performance.</p> <p>The intention of the Sub-Fund is to invest in CIS that adopt a classic long only investment style.</p> <p>However, the AIFM may consider any other investment style that it believes will add to performance.</p> <p>When selecting CISs in which to invest, each CIS will be selected by the AIFM based on an assessment of</p>

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However, the AIFM may consider any other criteria and guidelines that it believes will add to performance.

Consequently the Sub-Fund will use managers with a variety of investment styles such as:

- Classic long only managers;
- Hedge Style managers;
- Quant style managers; and
- Index Trackers.

However, the AIFM may consider any other investment style that it believes will add to performance.

When selecting CISs in which to invest, each CIS will be selected by the AIFM based on an assessment of documented investment skills, risk control and operational infrastructure. Consideration will be given to, amongst other things, skills, experience, background, size, track record, reputation, infrastructure and safe custody of the fund and its assets. Furthermore the Sub-Fund may also invest in managed accounts with portfolio managers if it deems fit. In the case where the Sub-Fund's assets are invested in other sub-funds of the Company, the Management Fee and Performance Fee (if applicable) are one hundred percent (100%) rebated.

The underlying assets of the CISs are mainly invested in listed equities where the underlying managers have the discretion to invest in small, mid and large caps in their target jurisdiction, depending on where they are located. Most managers are net long biased although they may be a mix of long-only as well as long-short equity managers. In the case of managed accounts, the manager typically gets mandate to buy their top ten (10) to thirty (30) names and only concentrate on their highest conviction ideas. Alternatively, a mandate can be to mimic an index of choice.

Although the Sub-Fund may make investments based on historical performance, there is no certainty that such past performance will be maintained in the future. The profit potential or risk of investment relies entirely on the judgment of underlying investment managers who may use leverage. There may also be major losses in the event that there is a disruption in the financial markets.

The Sub-Fund may also at any time hold such cash and securities for cash management purposes, pending investment in accordance with its Investment Strategy and to meet operating expenses and redemption requests. Un-invested cash may be held on deposit in a bank account in the name of the Sub-Fund with an authorized and regulated credit institution and may also be temporarily invested in the major currencies, either directly or indirectly through the use of derivatives (including USD, GBP and USD) for hedging purposes.

The Investment Committee members of FMG (Malta) Ltd, being the AIFM, together have over fifty (50) years experience in screening investment managers and will

documented investment skills, risk control and operational infrastructure. Consideration will be given to, amongst other things, skills, experience, background, size, track record, reputation, infrastructure and safe custody of the fund and its assets.

For the avoidance of doubt, the Sub-Fund may invest in CISs of any regulatory type. The Sub-Fund may be invested in CISs which do not necessarily have the same investment objective, policy and/or strategy as the Sub-Fund. Moreover, the Sub-Fund may invest in:

- CISs managed by third party fund managers; and/or
- CISs managed by the Manager, including the Company's sub-funds (subject to the MFSA rules on cross sub-fund investments).

In the case where the Sub-Fund's assets are invested in other sub-funds of the Company, the Management Fee and Performance Fee (if applicable) are one hundred percent (100%) rebated such that only one set of subscription and/or redemption fee applies between the Sub-Fund and the underlying CIS level in order to avoid duplication of fees.

Furthermore, the Sub-Fund may also invest in managed accounts with portfolio managers if it deems fit.

For the avoidance of doubt, the underlying assets of the CISs shall be mainly invested in listed equities where the underlying managers shall have the discretion to invest in small, mid and large caps located primarily in emerging markets or in any other country globally but which derive a significant amount of revenue from emerging markets. Most managers shall be net long biased although they may be a mix of long-only as well as long-short equity managers. In the case of managed accounts, the manager typically obtains a mandate from its clients to buy their top ten (10) to thirty (30) names and only concentrate on their highest conviction ideas. Alternatively, a mandate can be given to a manager to mimic an index of choice.

Although the Sub-Fund may make investments based on historical performance, there is no certainty that such past performance will be maintained in the future. The profit potential or risk of investment relies entirely on the judgment of underlying investment managers who may use leverage. There may also be major losses in the event that there is a disruption in the financial markets.

The Sub-Fund may also at any time hold such cash and securities for cash management purposes, pending investment in accordance with its Investment Strategy and to meet operating expenses and redemption requests. Un-invested cash may be held on deposit in a bank account in the name of the Sub-Fund with an authorized and regulated credit institution and may also be temporarily invested in the major currencies, either directly or indirectly through the use of derivatives (including USD, GBP and USD) for hedging purposes.

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meet regularly to review existing and new managers. A combination of qualitative and quantitative methods will be used when screening for managers as well as for tactical and strategic market-timing purposes.