

BLUEBAY FUNDS
Société d'investissement à capital variable
Registered Office:
80, route d'Esch
L-1470 Luxembourg
R.C.S. Luxembourg B 88.020
(the "Fund")

Notice to the Shareholders of BlueBay Funds

Dear Shareholder,

The Board of Directors of the Fund (the "**Board**") is writing to advise you of certain changes which have been made to the Fund prospectus dated January 2023 (the "**Prospectus**").

All capitalised terms used herein shall have as a rule, the same meaning as in the Prospectus.

The Prospectus has been updated in order to reflect the following amendments:

- 1. Addition of a new Sub-Fund: BlueBay Investment Grade Financials Plus Bond Fund**
- 2. Change of Investment Manager**

BlueBay Asset Management ("BlueBay") has been a wholly owned subsidiary of RBC and part of RBC's Global Asset Management division ("RBC GAM") for over 10 years.

In the view of optimizing business operations, the decision has been taken to bring the businesses of RBC GAM and BlueBay together. The scale achieved as a result of the business consolidation is to help support the company's objective of being Europe's leading active asset manager and deliver a positive client experience.

As a result, the activities of the two regulated legal entities in the UK, RBC Global Asset Management (UK) Limited ("RBC GAM UK") and BlueBay Asset Management LLP ("BlueBay LLP"), are being consolidated into RBC GAM UK. Following regulatory approval, the consolidation was completed on 1 April 2023, by transferring the majority of BlueBay LLP's asset management business to RBC GAM UK.

Consequently, RBC GAM UK has replaced BlueBay LLP as the Investment Manager of the Fund with effect from 1st April 2023.

Shareholders' attention is drawn to the fact that this change has no impact on the composition and management of the Sub-Funds' portfolios or their risk profiles, or on the overall amount of fees paid out of the assets of the Sub-Funds.

As a consequence of the above, all references made within the Prospectus of the Fund to BlueBay Asset Management LLP as the Investment Manager have been replaced by RBC Global Asset Management (UK) Limited.

- 3. Change to the composition of the Conducting Persons of BlueBay Funds Management Company S.A.**

Mr Terrence Alfred Farrelly has been replaced as Conducting Officer of the Management Company by Ms Marta Nestorowicz effective 23 January 2023.

- 4. Removal of the Sub-Fund: BlueBay Emerging Market Local Currency Corporate Bond Fund**

Following its liquidation on 31 March 2023, the Sub-Fund was removed from the Prospectus.

- 5. Update of Appendix 2 - EU SFDR Level 2 disclosures**

Appendix 2 has been updated to reflect changes within the following sections of each Sub-Fund:

- Section: What environmental and/or social characteristics are promoted by this financial product?

Additional clarification on the minimum eligibility requirement of securities held based on the ESG approach applied by each Sub-Fund.

- Section "What is the asset allocation planned for this financial product?"

The following sentence was removed : ~~The Sub-Fund is expected to invest 100% of its net assets in fixed income securities in scope which are aligned with the E/S characteristics promoted by the Sub-Fund.~~

- Section : To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?

The following section was added in line with the the entry into force of the Commission Delegated Regulation (EU) 2023/363:

Does the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy?

Yes:

In fossil gas In nuclear energy

No

The updated Prospectus shall be available at the registered office of the Fund.

By order of the Board of BlueBay Funds

29 May 2023