

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

This notice is sent to you as a Shareholder in the Fund. It is important and requires your immediate attention. The information contained herein is confidential and solely addressed to the attention of the Shareholders. It may not be disclosed to third parties.

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 June 2024 (the "**Prospectus**"). The present letter is intended for your information only and should be seen in light of our long-term commitment to transparency with shareholders.

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 Euro Government Bond Fund C-1**
- 2. Update to Section 9. Management and Fund Charges of the Prospectus**

Please find the relevant new wording underline below.

9.9. Fixed Expenses

The aggregate amount per annum charged for expenses incurred for the services detailed in Sections 9.5. and 9.6. above in relation to each Class of each Sub-Fund, with the exception of the BlueBay Investment Grade Euro Government Bond Fund C-1, shall be fixed at a certain percentage rate of the net assets of the relevant Class, as determined by the Management Company and the Fund pursuant to an Expense Agreement dated 1 July 2011. The fixed rate of expenses for each of the Classes of each Sub-Fund where applicable is set out in Appendix 1, and shall be subject to annual review. Any expenses that exceed such fixed rate shall be borne by the Management Company. Conversely, in the event expenses are below such fixed rate, the Management Company is entitled to retain such amount.

9.10. Capped Expenses

The aggregate amount per annum charged for expenses incurred for the services detailed in Sections 9.5. and 9.6. above in relation to each Class of the BlueBay Investment Grade Euro Government Bond Fund C-1 shall be capped at a certain percentage rate of the net assets of the relevant Class, as determined by the Management Company and the Fund pursuant to an Expense Agreement dated 01 July 2011, as amended from time to time. The capped rate of such fees and expenses for each Class of the specified Sub-Fund shall be set out in Appendix 1. Any fees and expenses that exceed such capped rate shall be borne by the Management Company. Conversely, in the years following payment by the Management Company of such amounts in excess of the expense cap (the "Subsidy"), where the expense cap threshold is not reached, the Management Company shall be entitled to claw back the Subsidy previously paid, up to the level of the annual fees and expenses cap, on a rolling basis.

- 3. The provision for the potential launch of Unhedged Share Classes has been added to the Prospectus**

Going forward, it will be possible for the Fund to offer classes denominated in a currency other than the Reference Currency of a Sub-Fund on an unhedged basis.

- 4. Additional Risk Factors have been included in Section "6. Risk Factors"**

The Risk Factor for Currency Unhedged Share Class has been added following the inclusion of a provision to potentially launch such Classes in this update. Additionally, further clarification has been provided in respect to the risks associated with 'Bhedged' Share Classes.

5. The Minimum Subscription and Holding Amount for Class R has been removed except for Sub-Funds listed below

The Minimum Subscription of EUR 10,000 or equivalent in other currencies remains in place for the BlueBay Financial Capital Bond Fund, BlueBay Global Sovereign Opportunities Fund, BlueBay High Grade Short Duration Asset-Backed Credit Fund and the BlueBay Investment Grade Asset-Backed Credit Fund.

Classes with the suffix "R" (e.g., Class DR, Class ZR) are also not concerned by this change.

6. The Management Fee for Class R of the BlueBay High Grade Short Duration Asset-Backed Credit Fund and the BlueBay Investment Grade Asset-Backed Credit Fund has been changed

Please see the revised management fee schedule for Class R of the impact Sub-Funds below. No existing shareholders are impacted by the new management fees.

Sub-Fund (Class R)	Old	New
BlueBay High Grade Short Duration Asset-Backed Credit Fund	40bps	50bps
BlueBay Investment Grade Asset-Backed Credit Fund	55bps	100bps

Please refer to the Prospectus for the latest Management Fee applicable to the Sub-Funds.

By order of the Board of BlueBay Funds

17 June 2024