

**Danske Invest Allocation**  
Société d'investissement à capital variable  
13, rue Edward Steichen, L-2540 Luxembourg  
RCS Luxembourg B.82.717  
(the «SICAV»)

**Notice to Shareholders**  
**of**  
**Global Portfolio Solution DKK – Fixed Income**  
**Global Portfolio Solution DKK – Defensive**  
**Global Portfolio Solution DKK – Balanced**  
**Global Portfolio Solution DKK – Opportunity**  
**Global Portfolio Solution DKK – Equities**

Luxembourg, 9 October 2019

Dear Shareholder,

We write to you since you are invested in one (or several) of our Global Portfolio Solution funds (the “**Funds**”):

- Global Portfolio Solution DKK – Fixed Income
- Global Portfolio Solution DKK – Defensive
- Global Portfolio Solution DKK – Balanced
- Global Portfolio Solution DKK – Opportunity
- Global Portfolio Solution DKK – Equities

Our Global Portfolio Solution fund concept has until now been offered in Denmark only. We will now expand the product offering, notably to our other core markets in Sweden, Finland and Norway. As a consequence of this, we will introduce changes to the Funds. We do this because we believe that it will improve the products and that it is our obligation to serve our investors’ interests by creating the most competitive products, providing us with the best abilities to create growth of your invested money.

The changes to the Funds are described in this letter. The main purpose of these changes is to ensure that the Global Portfolio Solution funds offered in various markets have the best possibilities to hedge currency risk relevant to the local currency, at any given time. The investment policy, strategy and risk profile will largely remain the same as today, with some exceptions as described below. You as an investor will continue to hold your shares in the Fund(s). You do not need to do anything, unless you choose to redeem your holdings (for more information about the right to redeem, see below). Any costs directly associated with these changes will be borne by the management company of the Funds, Danske Invest Management Company (the “**Management Company**”). There will be no extra fees or charges levied on the Funds or the shareholders.

**The Funds will become “feeder funds”**

The board of directors of the SICAV has decided that, with effect on 25 October 2019 (the “**Effective Date**”), the Funds’ current investment policies will be changed to permit each Fund to invest at least 85% of its respective net assets in class X shares of a “master fund”. A “master fund” is a fund in which another fund (a “feeder fund”) invests at least 85% of its assets. Therefore, as of the Effective Date, each Fund will become a “feeder fund”. The corresponding master fund to each Fund is presented in the table below:

<b>Fund (to become a feeder fund)</b>	<b>Master fund</b>
Global Portfolio Solution DKK – Fixed Income	Danske Invest SICAV Global Portfolio Solution – Fixed Income
Global Portfolio Solution DKK – Defensive	Danske Invest SICAV Global Portfolio Solution – Defensive
Global Portfolio Solution DKK – Balanced	Danske Invest SICAV Global Portfolio Solution – Balanced
Global Portfolio Solution DKK – Opportunity	Danske Invest SICAV Global Portfolio Solution – Opportunity
Global Portfolio Solution DKK – Equities	Danske Invest SICAV Global Portfolio Solution – Equities

The Luxembourg financial supervisory authority, Commission de Surveillance du Secteur (the “**CSSF**”) has approved these changes and the investment of each Fund in shares of its corresponding master fund.

Each master fund is a fund within another Luxembourg legal entity called Danske Invest SICAV. The Funds and the master funds have the same Management Company (Danske Invest Management Company), the same investment manager (Danske Bank A/S), the same depositary (RBC Investor Services Bank S.A.), the same auditor (Deloitte Audit) and, the Funds and the master funds are all supervised by the CSSF.

### **The Funds**

Besides each Fund's investment of at least 85% of its net assets in its corresponding master fund, each Fund may use derivatives for hedging purposes, such as to hedge the currency risk of some or all of its holdings in the master fund, and the master fund's investments, into DKK. The Funds may also hold cash and ancillary liquid assets for cash management purposes.

The expected leverage of the Funds will, as from the Effective Date, be slightly higher (400%) than its current expected leverage (350%). This is the result of the master funds' expected leverage (350%) combined with the Funds expected leverage (50%) from its currency hedging transactions.

We deem that the Funds will be suitable for distribution to retail investors with advice or discretionary portfolio management and to professional investors with or without advice. We also deem that retail investors only should invest in the Funds if they have a certain level of investment knowledge.

As from the Effective Date, the process for subscriptions, switches and redemptions of shares in the Funds be as follows:

- Orders received and accepted by the registrar agent by 10:00 AM Luxembourg time any business day in Luxembourg will ordinarily be processed the following business day;
- Settlement of subscription and redemptions will occur no later than 1 business day after the orders have been processed.

### **The master funds**

The master funds' investment objectives, use of derivatives and strategy will remain the same as what is applicable to the Funds today, with the following main exceptions:

- The base currency of the master funds will be EUR.
- The master funds will not hedge its holdings into DKK. At the portfolio manager's discretion and in the interest of the master funds and their investors (the Funds), all or some of the investments in the master funds may be hedged or un-hedged in regards to currency exposure.
- The master funds (except Danske Invest SICAV Global Portfolio Solution – Fixed Income) may gain exposure to China equity markets through investments in A-shares traded via Shanghai- or Shenzhen Hong Kong Stock Connect, in particular, up to 10 % of net assets for Global Portfolio Solution – Equities and Global Portfolio Solution – Opportunity, and up to 5 % of net assets for Global Portfolio Solution – Defensive and Global Portfolio Solution – Balanced.

### **Fees**

As from the Effective Date, the combined level of fees (expressed as a percentage of net asset value) charged from the Funds and their corresponding master funds (calculated together) will remain at the same level the Funds pay today however the fee structure will be changed as follows. The Funds' management, operating and administrative fees paid to the Management Company will be split between the Funds and their master funds. The fees paid by the Funds to the Management Company will continue to cover the operating and administrative expenses, distribution (if applicable) as well as management, notably currency hedging, carried out in the Funds. The master funds will also pay operating and administrative fees, and management fee to the Management Company to cover the expenses for the activities carried out in the master funds. However, since each Fund invests at least 85% of its assets into its corresponding master fund, the management activities carried out on behalf of the Funds are more limited compared to the master funds, the Funds will pay comparatively lower fees than the master funds.

The prospectuses of the Funds and of the master funds disclose the maximum fees which may be charged to the Funds and the master funds. Actual fees which are paid are however lower. No fees will be increased without a prior notification to the shareholders and the opportunity for the shareholders to redeem shares free of charge during a one-month period before the effective date. See the prospectuses of the Funds and of the master funds for more information on fees.

### **Procedural aspects**

On the Effective Date, each Fund will invest at least 85% of its net assets in its corresponding master fund, by transferring a part of its portfolio (in-kind) to its corresponding master fund. The portfolio to be transferred will consist of various assets, rights and obligations owned by the Funds on the Effective Date, including equities, bonds, shares/units of funds, receivables such as accrued dividends, payables such as withholding taxes and derivatives. This transfer results in the launch of each master fund, which will issue shares to its feeder fund corresponding to the value of the assets transferred. The portfolios to be transferred from each Fund to their master funds will be valued on the Effective Date according to the regular valuation procedures and under the supervision of the auditor. The valuation rules of the Funds and of the master funds are identical. On the Effective Date, the number of shares in each master fund to be issued to the relevant Funds will be calculated and the shares in the master funds will be issued to the Funds. On the same date, the Funds will initiate the transfer of the portfolios to each master fund. Due to various settlement cycles, some assets might be settled on the following business day(s).

In order to ensure a smooth conversion of the Funds to feeder funds and transfer of portfolios from the Funds to the master funds, the Funds will be closed for subscription, redemptions and switches three days prior to the Effective Date. The last day to subscribe, redeem or switch your shares before the Effective Date is 21 October 2019 at 12:00 (Luxembourg time). Orders received after this time will be processed on the first business day after the Effective Date.

Since the transfer is made from the Funds to the master funds, your holding in the Fund(s) will not be impacted. Hence, the beneficial owners of the Funds and the transferred portfolio will not change.

### **Further information**

Both the prospectus, as well as the relevant Key Investor Information Documents (KIIDs) for each Fund and each master fund will be made available free of charge online at [danskeinvest.com](http://danskeinvest.com) and at the registered office of the SICAV.

The Management Company has established internal conduct of business rules describing, among other elements, appropriate measures to mitigate conflicts of interest that may arise between the Funds and the master funds, principles as to how to process the Funds' subscriptions into, or redemptions from, the master funds including available share classes and prices, dealing arrangements such as the coordination of NAV calculation and orders settlement cycles, events affecting the orders such as a suspension of NAV or a pricing error, and arrangements for the production of audit reports. The business rules are available at the registered office of the SICAV, upon request. For more information, please contact the Management Company.

Yours faithfully,

The Board of Directors of  
**Danske Invest Allocation**  
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L-2540 Luxembourg