

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR ATTENTION.

If you are in any doubt about the content, you should consult your relationship manager or other professional adviser.

BlackRock Global Funds

12 May 2026

Dear Shareholder,

We continually review our fund range to ensure that the investment characteristics and positioning of our funds remain both relevant and consistent with the current investment environment and expectations of our clients. After careful consideration, the board of directors (together the **"Board"** or the **"Directors"**) of BlackRock Global Funds (the **"Company"**) is writing to notify you of changes that will be made to certain sub-funds of the Company (the **"Funds"**).

The changes set out in this letter will take effect from 24 June 2026 (the **"Effective Date"**) and this letter forms notice to Shareholders of the facts set out below.

Terms not defined herein shall have the same meaning as set out in the Prospectus currently in force (available at www.blackrock.com).

The Directors accept responsibility for the contents of this letter. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that this is the case) the information contained in this letter is in accordance with the facts and does not omit anything likely to affect the impact of such information.

ESG Prospectus Changes

Changes to the statement of investment objectives and policy of the Funds

From the Effective Date, the investment strategy of the below listed Funds will amend certain Environmental, Social and Governance ("ESG") characteristics, reflecting evolving best practices to better align the Funds or to enhance its ESG commitments.

The changes proposed in this letter seek to better align the Funds with the expectations of our Shareholders and future clients with the overall aim of providing an innovative and comprehensive range of sustainable investment solutions.

Please refer to Appendix I of this letter for the changes to each Fund's investment objective and policy.

Funds	Commitments from the Effective Date
Emerging Markets Sustainable Equity Fund European Sustainable Equity Fund	The investment objectives and policies of the Funds have been amended to provide that the Funds will adopt BlackRock's proprietary "Fundamental Insights" methodology to identify companies appropriate for investments on the basis that they are "in transition" and focused on meeting sustainability criteria over time, while they would have otherwise been excluded by the exclusionary screens. Except for the change mentioned below regarding the Emerging Markets Sustainable Equity Fund, all other sustainability commitments of both Funds will remain the same.

Funds	Commitments from the Effective Date
Sustainable Global Dynamic Equity Fund (to be renamed "Global Dynamic Equity Fund")	The investment objective and policy of the Fund has been amended to remove all the Fund's ESG commitments and as a result of these changes, the Fund will be reclassified from Article 8 to Article 6 under the meaning of the Sustainable Financial Disclosure Regulation ('SFDR'). Furthermore, the Fund will no longer classify as compliant with the rules of the Autorité des Marchés Financiers ('AMF') regarding sustainable investing.

Changes to the Prospectus

Update to the Pre-Contractual Disclosures (PCDs)

In response to evolving regulatory expectations, BlackRock had updated its "Good Governance" and "Do No Significant Harm" methodologies applicable to Funds classified under Articles 8 and 9 under the meaning of the SFDR.

The revised Good Governance methodology now deems issuers to fail the assessment if they are directly involved in ongoing and severe controversy cases, as defined by MSCI's Global Norms and Controversies framework. This binding methodology represents a more conservative approach than the previous aggregated scoring system.

The updated Do No Significant Harm methodology incorporates changes to straighten the assessment of Principal Adverse Impacts (PAIs) 1-13. Previously, issuers were assessed based on thermal coal mining revenue and low-carbon transition metrics for PAIs 1-6, and an overall MSCI Global Norms and Controversies flag was applied for PAIs 7-13. The revised methodology now incorporates additional fossil fuel exclusion criteria aligned with the EU Paris-Aligned Benchmark Exclusions (as defined in the Prospectus), maps specific controversy sub-pillars directly to each individual PAI, and narrows the scope to include only controversy cases flagged as red or orange with a very severe rating and direct involvement. This represents a more stringent and granular assessment standard. As a result, the language relating to the "Good Governance" and "Do Not Significantly Harm" methodologies in the PCDs will be amended to reflect these changes. These changes will not impact the way the Funds are being managed.

Changes to the SFDR section

The Article 8 and Article 9 Funds' lists has been modified to reflect that:

The Sustainable Global Dynamic Equity Fund (to be renamed "Global Dynamic Equity Fund") will now classify as an Article 6 Fund and no longer as an Article 8 Fund. The Fund will hence be removed from the list of Article 8 and Article 9 Funds.

Changes to the Funds' Investment Objectives and Policies section

Changes to the Emerging Markets Sustainable Equity Fund

As the Fund no longer qualifies for the Febelfin Label, the Investment Adviser has decided to remove the commitment to have a superior ESG score than the Index.

Change to the AI Innovation Fund

The Investment Adviser has decided to update the risk management benchmark of the Fund from the MSCI ACWI IT 10/40 Index to the Morningstar Global Artificial Intelligence Select Index.

This change has no impact on the way the Fund is being managed and will remain in any case actively managed and not constrained by any benchmark when constructing its portfolios.

Changes to the Brown to Green Materials Fund

The Investment Adviser has decided to add the MSCI ACWI Materials Index as an appropriate benchmark for risk management purposes. Investors shall be using the MSCI ACWI Materials Index to compare the performance of the Fund.

This change has no impact on the way the Fund is being managed and will remain in any case actively managed and not constrained by any benchmark when constructing its portfolio.

Changes to the Circular Economy Fund

The Investment Adviser has decided to introduce a composite benchmark, equally weighting each of the following indices: (i) the MSCI ACWI IMI Sustainable Water Transition Index, (ii) the MSCI ACWI IMI Plastics Transition Index, and (iii) the MSCI ACWI IMI Natural Resources Stewardship Index for risk management purposes.

This change has no impact on the way the Fund is being managed and will remain in any case actively managed and not constrained by any benchmark when constructing its portfolios.

Changes to the Future of Transport Fund

The Investment Adviser has decided to introduce a composite benchmark, equally weighting each of the following indices: (i) the STOXX Global Lithium and Battery Producers Index (ii) the NYSE FactSet Global Autonomous Driving and Electric Vehicle Open Index, and (iii) the STOXX Global Electric Vehicle & Driving Technology Index for risk management purposes.

This change has no impact on the way the Fund is being managed and will remain in any case actively managed and not constrained by any benchmark when constructing its portfolios.

Changes to the Sustainable Energy Fund

The Investment Adviser has decided to introduce a composite benchmark comprising the following indices/benchmark for risk management purposes: (i) the MSCI World Equal Weighted Index (33,34%) (ii) the S&P Global Clean Energy Transition Index (33,33%) and (iii) a composite benchmark equally weighting each of the following indices: the STOXX Global Lithium and Battery Producers Index, the NYSE FactSet Global Autonomous Driving and Electric Vehicle Open Index, and the STOXX Global Electric Vehicle & Driving Technology Index.

This change has no impact on the way the Fund is being managed and will remain in any case actively managed and not constrained by any benchmark when constructing its portfolios.

Changes to the FinTech Fund

The Investment Adviser has decided to add the FTSE Global FinTech and Blockchain Index for risk management purposes.

This change has no impact on the way the Fund is being managed and will remain in any case actively managed and not constrained by any benchmark when constructing its portfolios.

Changes to the Global Securitised Fund

The Investment Adviser has decided to amend the investment policy of the Fund to allow, on a temporary basis and for liquidity management purposes, the inclusion of cash and near cash instruments within the 80% investment threshold, in order to provide the additional flexibility during periods of significant subscriptions or redemptions.

It is also proposed to amend the ESG Policy of the Fund to clarify that the Fund's target to invest a minimum of 50% of its portfolio in issuers associated with positive environmental or social impact, highlighted as preferred holdings ("PEXT") or issuers that do not have any explicit positive impact characteristics but have no associated negative externalities either ("BEXT") may include, on a temporary basis and for liquidity management purposes, the holding of cash and near cash instruments.

These changes are intended for liquidity management purposes and will not result in any change in how the Fund is currently managed.

Changes to the Global Smaller Companies Fund

The Investment Adviser decided to clarify the definition of "smaller companies" in the investment objective and policy section of the Fund. This change is made to provide clarity regarding the Fund's investment approach.

Changes to the Summary of Charges and Expenses section

Changes to the Systematic Global SmallCap Fund

The Investment Adviser has decided to decrease the management fees applied to Class D, Class DD, and Class I Shares of the Fund, from 0.75% to 0.60%.

Other changes to the Prospectus

Other minor changes have been made to the Prospectus:

- ▶ Update to the "Regulation (EU) 2016/1011 of the European Parliament and of the Council (the "Benchmark Regulation") section to reflect recent amendments relating to in-scope Benchmark Regulation Register;
- ▶ Change to the centralizing agent for France from Caceis to State Street Bank International GmbH;
- ▶ The update of the identified paying agents and related information under section "The Paying Agents";
- ▶ Miscellaneous, clerical corrections and minor updates or clarifications.

Costs

The amendments described in this letter will not result in any increase to the fees and expenses borne by the Funds and/or its Shareholders. The associated fees and expenses (e.g., mailing costs) will be paid by the Management Company out of the Annual Service Charge charged to the Funds.

Action to be taken by you

Shareholders are not required to take any action in relation to the changes described in this letter. If, however, you do not agree with them you may redeem your Shares free of any redemption charges for a period of six (6) weeks following the date of this letter and at any time prior to the Effective Date, in accordance with the provisions of the Prospectus.

If you have any questions regarding the redemption process, please contact your local representative. Any redemption of your shares may affect your tax position and you should consult your own professional advisers as to the implications of disposing of shares under the laws of the jurisdictions in which you may be subject to tax.

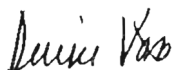
Redemption proceeds will be paid to Shareholders within three (3) Business Days of the relevant Dealing Day, provided that the relevant documents (as described in the Prospectus) have been received.

General Information

Updated versions of the Prospectus will be available to download from our website (<https://www.blackrock.com/>) and in hard copy format free of charge from the Effective Date. Copies of the Company's articles of incorporation, annual and semi-annual reports are available free of charge upon request from your local representative.

Copies of the prospectus and the key information documents (KIDs) in German language, and the articles of association and most recently published annual and semi-annual reports in English language are available free of charge to investors at the registered office of the management company and may also be accessed electronically via www.blackrock.com.

Yours faithfully



Denise Voss

Chairwoman

APPENDIX I

Fund	
Emerging Markets Sustainable Equity Fund	ESG Policy The Investment Adviser will create a portfolio that seeks to deliver a superior ESG outcome versus the Index as defined below. The Fund will apply the BlackRock EMEA Baseline Screens and the EU Paris Aligned Benchmark Exclusions. The Fund will apply the EU Paris-Aligned Benchmark Exclusions and the BlackRock EMEA Baseline Screens, to the companies within the investment universe. The Investment Adviser then applies its proprietary “Fundamental Insights” methodology (the “Methodology”, see further detail on https://www.blackrock.com/corporate/literature/publication/blackrock-baseline-screens-in-europe-middleeast-and-africa.pdf) to identify companies that would otherwise have been excluded by the BlackRock EMEA Baseline Screens but that it considers to be appropriate for investment on the basis that they are “in transition” and focused on meeting sustainability criteria over time, or are otherwise meeting other criteria in accordance with the Methodology requirements. <u>The Methodology uses quantitative and qualitative inputs generated by the Investment Adviser, its affiliates and/or one or more external research providers. Where a company is identified by the Investment Adviser as meeting the criteria in the Methodology for investment and is approved in accordance with the Methodology, it is eligible to be held by the Fund. Such companies are regularly reviewed. In the event that the Investment Adviser determines that a company fails the criteria in the Methodology (in whole or in part and at any time) or it is not engaging with the Investment Adviser on a satisfactory basis, it will be considered for divestment by the Fund in accordance with the Methodology.</u> The Investment Adviser also intends to limit direct investment in securities of issuers involved in: the production and retail sales of alcoholic products; the ownership or operation of gambling-related activities or facilities and the production of adult entertainment materials. The assessment of the level of involvement in each activity may be based on percentage of revenue, a defined total revenue threshold, or any connection to a restricted activity regardless of the amount of revenue received. The ESG criteria also consists of a rating of B or higher as defined by MSCI’s ESG Intangible Value Assessment Ratings or another equivalent third party ESG data provider. The weighted average ESG rating of the Fund will be higher than the ESG rating of the Index after eliminating at least 20% of the lowest rated securities from the Index. The Investment Adviser intends the Fund to have a carbon emissions intensity score at least 20% lower than its Index. More than 90% of the issuers of securities (excluding MMFs) the Fund invests in are ESG rated or have been analysed for ESG purposes. Companies in the portfolio are then evaluated by the Investment Adviser based on their sustainability characteristics and their ability to manage ESG risks and opportunities. To undertake this analysis, the Investment Adviser may use data provided by external ESG data providers, proprietary models and local intelligence and may undertake site visits. The Investment Adviser engages with companies to support improvement in their environmental, social and governance (“ESG”) credentials. The Fund may gain limited exposure (through, including but not limited to, derivatives, cash and near cash instruments and shares or units of CIS and fixed income transferable securities (also known as debt securities) issued by governments and agencies worldwide) to issuers with exposures that do not meet the ESG criteria described above. Please refer to the SFDR disclosures on page 56 for further details of the ESG commitments made by the Fund.
European Sustainable Equity Fund	ESG Policy The Fund will apply the BlackRock EMEA Baseline Screens EU Paris-Aligned Benchmark Exclusions and the BlackRock EMEA Baseline Screens, to the companies within the investment universe. The Investment Adviser then applies its proprietary “Fundamental Insights” methodology (the “Methodology”, see further detail on https://www.blackrock.com/corporate/literature/publication/blackrock-baseline-screens-in-europe-middleeast-and-africa.pdf) to identify companies that would otherwise have been excluded by the BlackRock EMEA Baseline Screens but that it considers to be appropriate for investment on the basis that they are “in transition” and focused on meeting sustainability criteria over time, or are otherwise meeting other criteria in accordance with the Methodology requirements.

Fund	
	The Methodology uses quantitative and qualitative inputs generated by the Investment Adviser, its affiliates and/or one or more external research providers. Where a company is identified by the Investment Adviser as meeting the criteria in the Methodology for investment and is approved in accordance with the Methodology, it is eligible to be held by the Fund. Such companies are regularly reviewed. In the event that the Investment Adviser determines that a company fails the criteria in the Methodology (in whole or in part and at any time) or it is not engaging with the Investment Adviser on a satisfactory basis, it will be considered for divestment by the Fund in accordance with the Methodology. The Investment Adviser also intends to limit direct investment in securities of issuers involved in: the production and retail sales of alcoholic products; the ownership or operation of gambling-related activities or facilities and the production of adult entertainment materials. The assessment of the level of involvement in each activity may be based on percentage of revenue, a defined total revenue threshold, or any connection to a restricted activity regardless of the amount of revenue received. The ESG criteria also consists of a rating of B or higher as defined by MSCI's ESG Intangible Value Assessment Ratings or another equivalent third party ESG data provider. The Investment Adviser intends the Fund to have a carbon emissions intensity score at least 20% lower than its Index as defined below. More than 90% of the issuers of securities (excluding MMFs) the Fund invests in are ESG rated or have been analysed for ESG purposes. Companies in the portfolio are then evaluated by the Investment Adviser based on their sustainability characteristics and their ability to manage ESG risks and opportunities. To undertake this analysis, the Investment Adviser may use data provided by external ESG data providers, proprietary models and local intelligence and may undertake site visits. The Investment Adviser engages with companies to support improvement in their environmental, social and governance ("ESG") credentials. The Fund may gain limited exposure (through, including but not limited to, derivatives, cash and near cash instruments and shares or units of CIS and fixed income transferable securities (also known as debt securities) issued by governments and agencies worldwide) to issuers with exposures that do not meet the ESG criteria described above. Please refer to the SFDR disclosures on page 56 for further details of the ESG commitments made by the Fund.
Sustainable-Global Dynamic Equity Fund	The Sustainable Sustainable Global Dynamic Equity Fund seeks to maximise total return in a manner consistent with the principles of environmental, social and governance ("ESG") focused investing. The Fund invests globally, with no prescribed country or regional limits, at least 70% of its total assets in equity securities. The Fund will generally seek to invest in securities that are, in the opinion of the Investment Adviser, undervalued. The Fund may also invest in the equity securities of small and emerging growth companies. Currency exposure is flexibly managed. The Fund seeks to invest in Sustainable Investments and its total assets will be invested in accordance with the ESG Policy described below. The Fund is a Stock Connect Fund and may invest directly up to 20% of its total assets in the PRC by investing via the Stock Connects. The Fund's exposure to contingent convertible bonds is limited to 20% of total assets. The Fund's exposure to Distressed Securities is limited to 5% of its total assets. The Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management. Risk management measure used: Relative VaR using MSCI All Countries World Index (MSCI ACWI) as the appropriate benchmark. Expected level of leverage of the Fund: 100% of Net Asset Value. ESG policy- The Fund will apply the BlackRock EMEA Baseline Screens and the EU Paris Aligned Benchmark Exclusions. The Investment Adviser will also employ a proprietary methodology to assess investments based on the extent to which they are associated with positive or negative externalities, that is environmental and social benefits or costs as defined by the Investment Adviser. The Investment Adviser will seek to enhance exposure to investments that are deemed to have associated positive externalities (e.g. lower carbon emitting issuers and issuers with positive ESG credentials) and seek to limit exposure to investments that are deemed to have associated negative externalities (e.g. higher carbon emitters, issuers with certain controversial business practices, and issuers with negative ESG credentials). The assessment of the level of involvement in each activity may be based on percentage of revenue, a defined total revenue threshold, or any connection to a restricted activity regardless of the amount of revenue received.

Fund	
	The remaining issuers (i.e. those issuers which have not yet been excluded from investment by the Fund) are then evaluated by the Investment Adviser based on, among other factors, their ability to manage the risks and opportunities associated with ESG compliant business practices and their ESG risk and opportunity credentials, such as their leadership and governance framework, which is considered essential for sustainable growth, their ability to strategically manage longer term issues surrounding ESG and the potential impact this may have on an issuer's financials. The ESG Policy reduces the investment universe of the Fund compared to the Index by at least 20%. The Investment Adviser intends the Fund to have a carbon emissions intensity score that is lower than the Index. At least 90% of the issuers of securities the Fund invests in are ESG rated or have been analysed for ESG purposes. To undertake this analysis, the Investment Adviser may use data provided by external ESG Providers, proprietary models and local intelligence and may undertake site visits. The Fund may gain limited indirect exposure (through, including but not limited to, derivatives and shares or units of CIS) to issuers that do not meet the ESG criteria described above. Please refer to the SFDR disclosures on page 55 for further details of the ESG commitments made by the Fund. Benchmark use The Fund is actively managed, and the Investment Adviser has discretion to select the Fund's investments. In doing so, the Investment Adviser will refer to MSCI All Countries World Index (MSCI ACWI) (the "Index") when constructing the Fund's portfolio, and also for risk management purposes to ensure that the active risk (i.e. degree of deviation from the index) taken by the Fund remains appropriate given the Fund's investment objective and policy. The Investment Adviser is not bound by the components or weighting of the Index when selecting investments. The Investment Adviser may also use its discretion to invest in securities not included in the Index in order to take advantage of specific investment opportunities. The Index should be used by investors to compare the performance of the Fund. Further details are available at the index provider website at www.msci.com.
AI Innovation Fund	Benchmark use The Fund is actively managed, and the Investment Adviser has discretion to select the Fund's investments and is not constrained by any benchmark in this process. In doing so, the Investment Adviser will refer to the MSCI All Countries World Index <u>MSCI All Countries World Information Technology 10/40-Morningstar Global Artificial Intelligence Select Index</u> (the "Index") for risk management purposes to ensure that the active risk (i.e. degree of deviation from the Index) taken by the Fund remains appropriate given the Fund's investment objective and policy. The Investment Adviser is not bound by the components or weighting of the Index when selecting investments. The MSCI All Countries World Index should be used by investors to compare the performance of the Fund. Further details are available at the index provider website at www.msci.com.
Brown to Green Materials Fund	Benchmark use The Fund is actively managed. The Investment Adviser has discretion to select the Fund's investments and is not constrained by any benchmark in this process. The Investment Adviser will refer to the <u>MSCI ACWI Materials Index</u> for risk management purposes to ensure that the active risk (i.e. degree of deviation from the MSCI ACWI Materials Index) taken by the Fund remains appropriate given the Fund's investment objective and policy. In the opinion of the Investment Adviser, the MSCI All Countries World Index (MSCI ACWI Materials Index) is a fair representation of the Fund's investment universe and should be used by investors to compare the performance of the Fund. The MSCI ACWI measures the performance of large and mid capitalisation stocks across developed and emerging markets countries. Investors may also use the <u>MSCI ACWI Materials All Countries World Index</u> to compare the performance of the Fund, and in particular to measure the performance of the materials sector. Further details are available at the index provider website at www.msci.com/acwi.
Circular Economy Fund	Benchmark use The Fund is actively managed. The Investment Adviser has discretion to select the Fund's investments and is not constrained by any benchmark in this process. <u>In doing so, the Investment Adviser will refer to a composite benchmark comprising the MSCI ACWI IMI Sustainable Water Transition Index (33,33%), the MSCI ACWI IMI Plastics Transition Index (33,33%) and the MSCI ACWI IMI Natural Resources Stewardship Index (33,33%) (the "Benchmark")</u> for risk management purposes to ensure that the active risk (i.e. degree of deviation from the Benchmark) taken by the Fund remains appropriate given the Fund's investment objective and policy. In the opinion of the Investment Adviser, the MSCI All Countries World Index (MSCI ACWI) is a fair representation of the Fund's investment universe and should be used by investors to compare the performance of the Fund. The MSCI ACWI measures the performance of large and mid-capitalisation stocks across developed and emerging markets countries. Further details are available at the index provider website at www.msci.com/acwi.
Future of Transport Fund	Benchmark use The Fund is actively managed. The Investment Adviser has discretion to select the Fund's investments and is not constrained by any benchmark in this process. <u>In doing so, the Investment Adviser will refer to a composite benchmark comprising the STOXX Global Lithium and Battery Producers Index (33,33%), the NYSE FactSet Global Autonomous Driving and Electric Vehicle Open Index (33,33%) and the STOXX Global Electric Vehicle &</u>

Fund	
	Driving Technology Index (33,33%) (the “Benchmark”), for risk management purposes, to ensure that the active risk (i.e. degree of deviation from the Benchmark) taken by the Fund remains appropriate given the Fund’s investment objective and policy. In the opinion of the Investment Adviser, the MSCI All Countries World Index (MSCI ACWI) is a fair representation of the Fund’s investment universe and should be used by investors to compare the performance of the Fund. The MSCI ACWI measures the performance of large and mid-capitalisation stocks across developed and emerging markets countries. Further details are available at the index provider website at www.msci.com/acwi.
Sustainable Energy Fund	Benchmark use The Fund is actively managed. The Investment Adviser has discretion to select the Fund’s investments and is not constrained by any benchmark in this process. In doing so, the Investment Adviser will refer to a composite benchmark comprising the MSCI World Equal Weighted Index (33,34%), the S&P Global Clean Energy Transition Index (33,33%), the STOXX Global Lithium and Battery Producers Index (11,11%), NYSE FactSet Global Autonomous Driving and Electric Vehicle Open Index (11,11%) and STOXX Global Electric Vehicle & Driving Technology Index (11,11%) for risk management purposes, to ensure that the active risk (i.e. degree of deviation from the Benchmark) taken by the Fund remains appropriate given the Fund’s investment objective and policy. In the opinion of the Investment Adviser, the MSCI All Countries World Index (MSCI ACWI) is a fair representation of the Fund’s investment universe and should be used by investors to compare the performance of the Fund. The MSCI ACWI measures the performance of large and mid-capitalisation stocks across developed and emerging markets countries. Further details are available at the index provider website at www.msci.com/acwi.
FinTech Fund	Benchmark use The Fund is actively managed. The Investment Adviser has discretion to select the Fund’s investments and is not constrained by any benchmark in this process. In doing so, the Investment Adviser will refer to the FTSE Global FinTech and Blockchain Index for risk management purposes, to ensure that the active risk (i.e. degree of deviation from the index) taken by the Fund remains appropriate given the Fund’s investment objective and policy. In the opinion of the Investment Adviser, the MSCI All Countries World Index should be used by investors to compare the performance of the Fund. Further details are available at the index provider website at www.msci.com.
Global Securitised Fund	The Global Securitised Fund seeks to maximise total return in a manner consistent with the principles of environmental, social and governance (“ESG”)-focused investing. The Fund invests at least 80% of its total assets in tranches of global Securitised Assets (as defined below) that are rated investment grade at the time of purchase. The Fund <u>will invest at least 80% of its total assets in fixed income transferable securities mainly</u> may hold up to 100% of its total assets in Securitised Assets. <u>This 80% ratio may include, on a temporary basis and for liquidity management purposes the holding of cash and near cash instruments.</u> The types of Securitised Assets in which the Fund may invest include, but are not limited to, ABS, RMBS, Agency MBS, CMBS, and CLOs. The Fund may invest up to 30% of its total assets in CLOs. The Fund will invest in both new issuances and secondary offerings of such Securitised Assets. The interest rate attached to Securitised Assets may be fixed or floating. “Securitised Assets” are debt securities where the payment of interest and principal depends on the cash flows generated by a segregated pool of underlying assets. These underlying assets are secured or unsecured debt obligations such as residential mortgages, commercial real estate mortgages, auto loans, credit card receivables, corporate loans, and other types of debt. Securitised Assets are normally issued with multiple classes of differing seniority (tranches) such that credit risk and weighted average life (or term) of the most senior class is typically less than the most junior tranche. Securitised Assets can include embedded derivatives, such as interest rate and foreign exchange swaps to hedge any mismatch between the underlying assets and the debt securities. Where a Securitised Asset is subsequently downgraded it may, in the Investment Adviser’s discretion, continue to be held by the Fund for a period to avoid a distressed sale. The Fund’s exposure to Distressed Securities is limited to 10% of its total assets. The Fund’s currency exposure is flexibly managed. It is intended that the Fund will hedge non-USD exposure back to USD, the base currency of the Fund. It is possible that, from time to time, a significant portion of the Fund may be invested in securities from a particular geographical region. The Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management. The Fund’s total assets will be invested in accordance with the ESG Policy described below. This Fund may have significant exposure to ABS, RMBS, Agency MBS, CMBS, and CLOs, and investors are encouraged to read the relevant risk disclosures contained in the section “Specific Risk Considerations”. Risk management measure used: Commitment Approach.

Fund	
	ESG Policy The Fund will apply an ESG investing policy (as described below) when selecting the securities to be held directly by the Fund, and in doing so, the Fund aims to meet the environmental and social criteria referred to below. A minimum of 80% of the Fund's total assets will be invested in assets that are aligned with the environmental and/or social criteria. This 80% ratio may include, on a temporary basis and for liquidity management purposes <u>the holding of cash and near cash instruments.</u> A maximum of 20% of the portfolio may consist of assets that are not aligned with such environmental and social criteria. Such assets will include only cash and cash equivalents (other than the Institutional Cash Series plc LEAF), derivatives and Unscreened CLO Issuers (as later defined). Proprietary ESG externalities framework The Investment Adviser categorizes securities by their "externalities". Externalities are defined as the cost (or benefit) to a third party from an action undertaken by a different party. According to the Investment Adviser's proprietary ESG framework, the parties taking action are 'issuers' and the third party bearing the cost (or benefit) is broader society and the environment. The four categories of issuers by their "externalities" are as follows: "Positive externalities" or "PEXT": Issuers or securities associated with some positive environmental or social impact, highlighted as preferred holdings. Includes lower carbon emitting issuers and issuers with positive ESG credentials. "Baseline externalities" or "BEXT": Issuers or securities that do not have any explicit positive impact characteristics but have no associated negative externalities either, are defined as neutral. Includes average carbon emitting issuers and those with neutral ESG credentials. "Discussion externalities" or "DEXT": Where externalities of issuers or securities are unclear or potentially marginally negative (e.g. because of inadequate disclosures or limited track record), "Negative externalities" or "NEXT": Issuers associated with manifestly negative environmental or social impact that are consequently avoided for ESG portfolios. The Fund will invest at least 50% of its portfolio in securities classified by the Investment Adviser as PEXT or BEXT. This 50% ratio may include, on a temporary basis and for liquidity management purposes <u>the holding of cash and near cash instruments</u> The Fund will not purchase securities classified by the Investment Adviser as "NEXT". If a security held by the Fund is reclassified by the Investment Adviser as NEXT after the point of purchase, the Fund will divest of such security as soon as reasonably possible and practicable without requiring a forced or distressed sale. Securities eligible for investment by the Fund that are not classified by the Investment Adviser as PEXT, BEXT or NEXT shall be classified as DEXT.
Global Smaller Companies Fund	The <i>Global Smaller Companies Fund</i> seeks to maximise long-term total returns. The Fund invests globally at least 70% of its total assets in the equity securities of smaller capitalisation companies domiciled in or exercising the predominant part of their economic activity in developed markets which, in the opinion of the Investment Adviser, have above-average growth companies prospects. Smaller capitalisation companies are those whose market capitalisations (market capitalisation is the share price of the company multiplied by the number of shares issued) are <u>lower than the largest company similar to those of companies</u> in the MSCI World Small Cap Index at the time of the Fund's investment. An above-average growth company is a corporate issuer with an average annualized growth (employee or turnover) greater than 20 % per year over a three-year period. The Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management.