Aegon Alternative Risk Premia Fund

Supplement

Dated 15 January 2024

This Supplement contains specific information in relation to the Aegon Alternative Risk Premia Fund (the **Fund**), a sub-fund of Aegon Asset Management Europe ICAV (the **ICAV**) an umbrella type open-ended Irish collective asset-management vehicle with variable capital and segregated liability between sub-funds governed by the laws of Ireland and authorised by the Central Bank of Ireland (the **Central Bank**).

This Supplement forms part of and should be read in conjunction with the Prospectus dated 30 November 2022 (the Prospectus).

The Directors of the ICAV, whose names appear in the **Directors of the ICAV** section of the Prospectus, accept responsibility for the information contained in the Prospectus and this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) such information is in accordance with the facts and does not omit anything likely to affect the import of such information. The Directors accept responsibility accordingly.

The Fund should not constitute a substantial portion of an investor's investment portfolio and may not be appropriate for all investors. Investors should also be aware of the potential for high volatility of the NAV of the Fund, due to its investment policy and portfolio management techniques.

Words and expressions defined in the Prospectus shall, unless the context otherwise requires, have the same meaning when used in this Supplement.

The Fund will invest principally in FDIs.

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1. INVESTMENT OBJECTIVE

The investment objective of the Fund is to achieve capital appreciation over the medium to long term.

2. INVESTMENT POLICY

The Fund is actively managed and is a multi-strategy, multi-asset alternative risk premia fund. The Manager seeks to achieve the Fund's investment objective by selecting particular assets (as described below under "*Asset Classes*") and obtaining exposure to them for the Fund (as further described below under "*Obtaining exposure to assets"*).

Investment Strategies

The Fund seeks to achieve its objective by implementing risk premia investment strategies (each, a "**Strategy**"), each of which may be applied to one or more of the asset classes identified below. The Strategies seek to capture a portion of the excess return that can be expected from a given asset above the return which could be generated from a risk-free asset. The Manager may use various Strategies to select investments, as set out below:

(i) **momentum** - which seeks to capture potential outperformance of assets with high recent historical returns versus assets with lower returns;

(ii) **value** - which seeks to capture potential outperformance of assets that appear inexpensive versus assets that appear expensive, with the valuation of assets determined by one or more fundamental ratios. Such ratios may include price-to-earnings ratios, price-to-book ratios, the ratio of the present price of an asset versus its historical mean price and the ratio of an asset class versus another asset class;

(iii) **carry -** which seeks to profit from the tendency of higher-yielding assets to provide potential higher returns versus lower-yielding assets. The spread between the yields is the "carry" on the position and can be thought of as the expected return on the position, assuming security prices do not change;

(iv) **volatility -** which seeks to profit from the tendency for realized volatility (i.e. the actual volatility experienced) to be lower than implied volatility (i.e. the volatility that was priced in by the market);

(v) **liquidity -** which seeks to profit from higher returns on financial instruments that are less liquid than for instruments that are more liquid; and

(vi) **hedging** – which seeks to profit from returns on financial instruments that provide protection during market uncertainty.

The following Strategies are specific to equity investments:

(i) **event driven** – which seeks to profit from a portfolio with exposures to stocks of companies with specific idiosyncratic risks. Examples include a convertible arbitrage or a merger arbitrage strategy;

(ii) **growth** - which seeks to profit from a portfolio with exposures to stocks of companies which grow significantly faster than the competition;

(iii) **low volatility** - which seeks to profit from a portfolio with exposures to stocks with lower volatility relative to other stocks. In that manner, it seeks to deliver higher risk adjusted returns than by investing in higher volatility stocks;

(iv) **quality** - which seeks to profit from a portfolio with exposures to stocks with a higher quality than their competition. Quality can be measured in a variety of ways, such as via equity-to-debt ratios, return-on-equity ratios or via income-to-sales ratios; and

(v) **size** - which seeks to profit from a portfolio with exposures to stocks of small cap companies as these stocks typically tend to have a natural excess return when compared to large cap stocks.

The Manager will determine on an ongoing basis which Strategies are applied to which asset classes (noting that certain Strategies are only applicable to equities as set out above) and in which proportion, for example by adjusting their respective weights within the portfolio. The Manager intends that, at any given time, the use of each Strategy will contribute a defined level of risk and volatility to the Fund. The Manager will use discretion when deciding which Strategies to use within each asset class and the relevant weighting that those Strategies are given within the overall portfolio. As part of this, the Manager will consider which Strategies offers favourable risk/return opportunities and will also consider the diversification and overall balance of the portfolio. The Manager intends to review the Strategy allocations on an ongoing basis and to re-balance at least monthly as necessary. Such review and rebalancing may occur more or less frequently at the discretion of the Manager. As such, the Fund's exposure towards the different Strategies and underlying asset classes can vary over time.

Asset classes

The Fund may obtain exposure to the following asset classes indirectly through one or more swaps (described below) and through direct investment. The Manager will determine in the case of each Strategy whether it is appropriate to obtain exposure through the swap(s) or direct investment. In determining whether to use a swap or direct investment for a Strategy the Manager will consider the relative costs of each method of implementation, the relative ease of implementing and/or terminating a Strategy under each method, operational considerations such as strategy oversight, reporting requirements and risk management requirements and possible regulatory developments that might impact the implementation of a Strategy directly or through a swap. The Fund may also from time to time enter into an exclusive arrangement with a swap counterparty to obtain all its exposure to the Strategies through swaps with that counterparty, where the Manager determines such an arrangement is in the best interests of the Fund, taking account of the matters set out above.

The Fund will obtain both long and short exposure to the asset classes (short exposure will be obtained through the swap(s) described below, the Fund will not engage in physical shorting). It is anticipated that the Fund may typically hold up to 500% of its net assets in long positions and up to 500% of its net assets in synthetic short positions.

<u>Equity and equity related securities</u>

The Fund may invest in, or obtain exposure to, equities and equity-related securities (including warrants, preference shares, rights issues, convertible bonds, depository receipts, equity linked or participation notes etc.) that are listed, traded or dealt on Markets. The Fund may invest up to 10% of its Net Asset Value in transferable securities that are not listed, traded or dealt in on Markets.

<u>Bonds and other debt securities</u>

The Fund may invest in, or obtain exposure to, convertible, exchangeable and non-exchangeable and non-convertible bonds, fixed and floating rate bonds, zero coupon and discount bonds, mortgaged-backed, asset-backed securities (which are debt securities whose value and income payments are derived from ("backed by") an underlying pool of assets held by the issuer, such as credit card receivables), inflation linked bonds, commercial paper, certificates of deposits of variable or fixed interest rates listed, traded or dealt in Markets and issued by governments or corporates. Convertible and exchangeable securities embed an option and leverage which is not expected to be material. Mortgaged-backed and asset-backed securities do not embed leverage or derivatives. The Fund may invest up to

10% of net assets in transferable securities that are not listed, traded or dealt in on Markets. Fixed income securities may (without limit) be rated below investment grade or unrated.

Commodities

The Fund may invest indirectly in commodities. Exposure to commodities will be achieved through commodity indices that are UCITS eligible, such as Bloomberg Commodity Index. The particular commodity indices used in a given period will be detailed in the annual report. The Fund will use the financial derivative instruments described in this Supplement to gain exposure to such indices. The Fund shall not invest directly in commodities.

Currency

The Fund may invest in currency forward contracts and forward foreign exchange contracts, which are contracts pursuant to which one party is obligated to buy or sell from another a specified amount of one currency at a specified price (exchange rate) with another currency on a specified future date. The commercial purpose will be to alter the currency exposure of securities held, hedge against exchange risks, increase exposure to a currency, shift exposure to currency fluctuations from one currency to another or obtain exposure to a Strategy described above.

Obtaining exposure to assets using swaps

The Fund may obtain exposure to the assets described above indirectly through one or more swaps, described below.

The Strategies (which are proprietary to the Manager or licensed to the Manager by a third party, including the Approved Counterparty described below or an affiliate) will be implemented through the relevant swap in a systematic way which involves the exercise of no discretion by the swap counterparty and which results in exposure to a specific pre-defined portfolio of reference assets (the "**Portfolio**"). A swap is a bilateral financial contract between the Fund and the relevant swap counterparty. Pursuant to the terms of the swap transaction, the swap transaction will be settled between the Fund and the Approved Counterparty based on the performance of the underlying assets at the expiration date of the swap transaction. The movements in the value of the swap transaction during its life are reflected in the Net Asset Value of the Fund. In the case of the Fund, the underlying assets will be the Portfolio. The swap transaction is expected to be fully unfunded. In an unfunded swap transaction, no upfront payment is made by the Fund to the counterparty at inception.

The return generated by the Portfolio (net of applicable counterparty and/or brokerage fees and expenses) will be paid to the Fund if this return is positive or it will be paid to the counterparty by the Fund if this return is negative. In the case of negative performance, the Fund will not be required to pay the counterparty more than 100% of Net Asset Value of the Fund. The swap transaction will also include a fee paid by the Fund to the Approved Counterparty at normal commercial rates. This fee is reflected in the Net Asset Value.

The swap counterparty will be an acceptable counterparty under the terms of the Central Bank UCITS Regulations and may include without limitation, Bank of America or any of its affiliates or subsidiaries that is a UCITS eligible counterparty (the "**Approved Counterparty**"). The Approved Counterparty may provide collateral to the Fund so that the Fund's risk exposure to the Approved Counterparty is reduced to the extent required by the Central Bank. Collateral will be in the form required by the Central Bank. The Approved Counterparty will not have any discretion over the assets of the Fund.

Target volatility

The Manager can scale the Fund's exposure to the Strategies in order to target a certain level of ex-ante volatility. The Manager expects that ex-ante volatility will be in the range of 2-8% at all times, and while it can vary based on the discretion of the Manager, it will mostly range between 3-6%.

Leverage

The Fund will typically be leveraged. The leverage in the Fund, as calculated using the sum of the notionals method, can come from three different sources:

- The notional of the swap transactions may exceed 100% of the assets held by the Fund, thereby generating leverage.
- Each swap may provide a leveraged exposure to the Strategies.
- The Strategies may involve both long and short exposure and therefore contain embedded leverage. For example, an equity long / short value strategy may have a 100% long exposure to a portfolio of selected stocks, combined with 100% short exposure to a different portfolio of stocks, resulting in a gross exposure of 200%.

Taking into account the three sources of leverage described above, the level of total or aggregate leverage (measured using the sum of the notionals) is expected typically to be between 500% to 1,000% of the Net Asset Value of the Fund and not to exceed 2,500% of the Net Asset Value of the Fund. However, the level of leverage in the Fund may exceed this level in certain market conditions or where the Manager believes that the use of additional leverage is appropriate to achieve the investment objective of the Fund, for example where market movements, political developments or macroeconomic changes mean that additional leverage is required to achieve the target volatility or the risks of the Strategies described above.

The leverage of the Strategies, and therefore the Fund, is expected to be high as it is calculated as the sum of the absolute notional values of the financial derivative instruments ("**FDI**") used, without taking into account the different risks of different positions, any netting between the different positions held by the Fund (even though netting could result in a reduction of risk) or hedging positions. Within the strategies FDI will often be used in both directions (long/short) to construct the risk premium. Given that these risk premia may have low volatility, leverage is used in the strategies to generate material exposure for the fund. This leads to above average levels of absolute leverage.

The market risk of the Fund is measured using an advanced risk management process which aims to ensure that on any day the absolute value-at-risk ("**VaR**") of the Fund will be no greater than 20% of the Net Asset Value of the Fund, based on an investment horizon of 20 business days and is calculated daily with a one-tailed confidence interval of 99% with an historical observation period of two years. It is therefore estimated that there is a 1% chance for the Fund to lose more than 20% of the Net Asset Value of the Fund over 20 days.

Securities Financing Transactions

The Fund may enter into one or more repurchase or reverse repurchase transactions ("**repo transactions**") or stocklending transactions (Securities Financing Transactions) in respect of any Fund for efficient portfolio management purposes, as set out in the Prospectus under the heading "**Utilisation of FDI**– *Securities Financing Transactions: Stocklending, Repurchase Agreements and Reverse Repurchase Agreements"* in the Prospectus.

The Fund's potential exposure to swaps, repurchase, reverse repurchase and stock lending agreements is as set out below (as a percentage of Net Asset Value):

	Expected	**Maximum**
Swaps	750%	2,500%
Repurchase	0%	100%

Reverse Repurchase	0%	100%
Securities Lending	0%	100%

Cash and short-term investments

The Fund can hold a significant amount of cash deposits and short term debt securities listed, traded or dealt in on a Market. The short-term securities in which the Fund may invest will include securities such as commercial paper, certificates of deposit, treasury bills and bankers' acceptances all rated investment grade or above or be considered by the Manager to be of comparable quality.

Other Financial Derivative Instruments

The Fund may invest directly in financial derivative instruments other than the swaps described above. This may be for efficient portfolio management, subject to the conditions described in the Prospectus, or for investment purposes, as follows:

(i) as a substitute for taking a position in an underlying asset;

(ii) to tailor the Fund's interest rate exposure to the Manager's outlook for interest rates;

(iii) to hedge market risk; and/or

(v) to implement a Strategy.

In particular, the Fund may invest in futures, forwards, credit default swaps, interest rate swaps, options, warrants and convertible securities, each of which is described in the Prospectus. The underlying assets of these FDIs will be one of the asset classes referred to above in this Investment Policies section.

Typically, the Fund may use credit default swaps to alter the Fund's exposure in accordance with the Manager's outlook for the credit market at the time. Generally the underlyings of the credit default swaps will be single bonds.

Generally, the put/call options which the Fund may purchase will be in relation to interest rates and currency and the underlying assets will be the assets referred to in the investment policy.

The Fund will not actively invest in warrants but may hold warrants where the Fund receives same as a result of a corporate action taken by one of its bond issuers.

The Fund will not actively invest in convertible securities, but there may be circumstances where the Fund holds convertible securities as a consequence of a corporate action by a bond issuer taken by one of its bond issuers.

Collateral Management Policy

The collateral management policy of the ICAV is set out in the Prospectus.

Markets

The list of Markets on which the investments in securities and financial derivative instruments, other than permitted investments in unlisted securities and OTC derivative instruments, underlying the Strategies will be listed or traded is set out in Schedule 1 in the Prospectus.

Use of benchmarks

The Fund is actively managed and is not constrained by any benchmark. Benchmarks may be used from time to time as performance comparators and any such use will be disclosed in the Key Investor Information Document or Key Information Document (as applicable) for the Fund.

3. INVESTMENT RESTRICTIONS

The general investment restrictions set out under the heading **FUNDS - Investment Restrictions** in the Prospectus shall apply to the Fund.

4. MANAGER

The ICAV has appointed Aegon Investment Management B.V. as the management company and global distributor of the ICAV. The Manager will also provide certain investment management related services to the ICAV.

Please refer to the **MANAGEMENT OF THE ICAV** section of the Prospectus for further details.

5. SHARE CLASS CURRENCY HEDGING

The Base Currency of the Fund is Euro.

The classes of shares available for subscription in the Fund are listed under the heading 'Key Information for Buying and Selling' in the Supplement.

The Manager intends to hedge the currency exposure of the hedged Share classes in the Fund, in order to attempt to mitigate the effect of fluctuations in the exchange rate between the Share class currency and the Base Currency.

This section should be read in conjunction with the section entitled **Funds - Hedged and Unhedged Share Classes** in the Prospectus.

6. BORROWINGS

In accordance with the general provisions set out in the Prospectus under the heading **FUNDS - Borrowing and Lending Powers** the Fund may borrow up to 10% of its net assets on a temporary basis.

7. RISK FACTORS

Investment in the Fund carries with it a degree of risk. The general risk factors set out under the heading **RISK FACTORS** section of the Prospectus apply to the Fund. These investment risks are not purported to be exhaustive and potential investors should review the Prospectus and this Supplement carefully and consult with their professional advisers before making a subscription request for Shares. The investments of the Fund will be subject to market fluctuations, currency fluctuations, emerging markets risks, custody and settlement risks, registration risk and foreign exposure risk. In addition, the following risk factors apply to the Fund:

7.1. Dealing risk

The fund is only open to subscriptions, conversions and redemptions on certain Business Days as described in Section 11. The calendar of Business Days will depend on whether the applicable exchanges are scheduled to be open, as more fully described in the section entitled “*Key Information for Buying and Selling*”.

7.2. Early termination of swap agreement

Any swaps entered into by the Fund may be terminated before their scheduled contractual termination dates. Under such circumstances, the Fund’s exposure to the Strategies will be reduced (potentially to zero). The Fund will seek to enter into replacement swap agreement(s) with the same or a different counterparty, as soon as reasonably practicable.

7.3. **Leverage risk**

Investors should be aware that the Fund may use high level of leverage to meet its investment objective. Such high leverage may accentuate falls in the Fund's Net Asset Value where the markets move against the Fund and thereby increase losses. The cumulative effect of the use of leverage by the Fund, directly or indirectly, in a market that moves adversely to the investments of the entity employing the leverage, could result in a loss to the Fund that would be greater than if leverage were not employed by such Fund. The Fund might lose a significant part or all of its initial investment. There can also be no assurance that the Fund will be able to maintain adequate leveraging arrangements under all market circumstances.

7.4. **Counterparty risk**

The swap counterparty may hold the right to terminate or close out swap positions held for the Fund in certain designated circumstances which will generally be defined as "events of default" or "early termination events" in those agreements. These events may include but are not limited to a situation where the Net Asset Value of the Fund declines by certain percentages in a given timeframe or the Fund fails to make a payment or a collateral call on time. Any such action by the counterparty could be disadvantageous to the Fund. In exceptional circumstances, the counterparty may be unable to fulfil its obligations under the swap agreements due to regulatory reasons, change in the tax or accounting laws relevant to the counterparty, or otherwise. In such circumstances, there is a risk that the Fund's exposure to the Portfolio could be interrupted or terminated, and the Fund may have to liquidate some or all of its positions. Where the Fund seeks to liquidate its positions, losses may be significant and may include declines in the value of its investments during the period in which the Fund seeks to enforce its rights, the inability to realise any gains on its investment during such period, and fees and expenses incurred in enforcing its rights. The investment objective and policy of the Fund may not be achieved and the Fund may be unable to recover any losses incurred.

7.5. **Hedging risk of currency hedged shared classes**

The Fund may seek to hedge certain Share classes from the Base Currency of the Fund to the currency in which the Share classes are denominated by employing certain hedging financial instruments. The hedging of certain Share classes may contribute to replication risks (being the risk that the performance of the Fund will diverge from that of the Strategies) for both hedged and unhedged Share classes of the Fund, due to factors such as the total Net Asset Value of the hedged Shares of the Fund (relative to the total Net Asset Value of the unhedged Share classes of the Fund), the timing of hedging transactions and the reset frequency of the hedging instruments.

7.6. **Hedging of risk premia strategies by counterparty**

The counterparty will have an exposure to the Fund's investment strategy and its components. The counterparty will take risk positions to hedge this exposure in its sole discretion and in a principal capacity. The Counterparty may execute its hedging activity by trading in the components of the Fund on or before the related rebalancing day. Such trading may have an adverse impact on the level at which the portfolio of components is rebalanced which will result in an adverse impact on the performance of the Fund's investment strategy. Additionally, the counterparty may generate revenues if it executes its hedging activity at different levels from those used to determine the value of the Fund's portfolio or on a rebalancing of the Fund's investment strategy. Such hedging activity could generate significant returns to the counterparty that will not be passed on to the Fund.

The Fund's portfolio and its components are calculated and rebalanced in the process described above, which includes assumptions as to transaction and servicing costs and rates of dividend withholding tax. The counterparty will generate revenues if the cost or tax rates that the counterparty incurs through its hedging activities are less than the assumed costs or tax rates used in the methodology for the Fund's investment strategy.

7.7. **Rebalancing risk**

Where applicable, a Strategy may be automatically rebalanced following the occurrence of certain pre-defined events (for example, if the aggregate of the weights assigned to certain components included in the Strategy exceeds the relevant pre-defined maximum weight). In such case, a different weight may be calculated (using a pre-defined formula) for one or more components included in such Strategy, which may be materially different from the weight assigned to such component prior to such rebalancing. As a result, the value of the relevant Strategy (and in turn, the value of the Portfolio) will be different from, and could be lower than, what it would have been if such automatic rebalancing had not occurred.

7.8. **Strategy risk**

There is no assurance that the relevant risk premia methodology used to calculate a Strategy will be successful at capturing the relevant risk premia or that a Strategy will achieve its objective. It should be noted that the results that may be obtained from investing in any financial instrument linked to a Strategy or otherwise participating in any transaction linked to a Strategy may well be significantly different from the results that could theoretically be obtained from a direct investment in the relevant components of such Strategy or any related derivatives thereto.

7.9. **Sudden price movements**

A Strategy may be subject to sudden, unexpected and substantial price movements. Consequently, the trading of investments in a Strategy can lead to substantial losses as well as gains within a short period of time, and this may in turn adversely affect the performance of the Fund

7.10. **No rights to underlying assets**

An investment in the Fund will not make an investor a holder of, or give an investor a direct investment position in, the underlying assets referenced by a Strategy (whether directly or indirectly via its components). A Shareholder in the Fund will not have any rights with respect to any underlying assets and will have not have any right to receive any underlying assets referenced by a Strategy.

The exposure of the Fund to the Strategies may be synthetic. This means that the Fund may seek to gain exposure to the performance of the Strategies by entering into the swaps rather than by directly holding underlying assets included in the Strategies. In such circumstances, the Fund will have no rights with respect to the underlying assets included in the Strategies or rights to receive any such assets. Entering into the swap agreement(s) will not make the Fund a holder of, or give the Fund a direct investment position in, any of the underlying assets included in the Strategies. Any amounts payable under the swap agreement(s) will be made in cash and the Fund will not have any rights to receive delivery of any underlying assets included in the Strategies. Similarly, an investment in the Fund will therefore not make the investor a holder of, or give an investor a direct investment position in, any of the underlying assets included in the Strategies.

7.11. **Systematic Strategies**

A Strategy seeks to generate returns in accordance with the relevant risk premia methodology and its specified objective. The weights or exposure assigned to each component included in a Strategy is determined in accordance with the relevant methodology for that Strategy. Therefore, there will be no active management of a Strategy so as to enhance returns beyond those embedded in such Strategy. Market participants often adjust their investments promptly in view of market, political, financial or other factors. An actively managed investment may potentially respond more directly and appropriately to immediate market, political, financial or other factors than a systemic strategy such as that used by the Fund. No assurance can be given that a Strategy will replicate or outperform a comparable strategy which is actively managed and the return on a Strategy may be lower than the return on an actively managed strategy.

7.12. **Model and Data Risk in relation to the Strategies**

A Strategy may rely heavily on quantitative models and information and data supplied by third parties ("Models and Data").

When Models and Data prove to be incorrect or incomplete, the exposure to underlying assets offered by a particular Strategy may not match the intended types of underlying assets. For example, by relying on Models and Data, a Strategy may be induced to weight certain underlying assets too highly and other underlying assets too lowly, leading to an adverse impact on the performance of the Fund.

Some of the models used by a Strategy may be predictive in nature. The use of predictive models has inherent risks. For example, such models may incorrectly forecast future behaviour, or, in unforeseen or certain low-probability scenarios (often involving a market disruption of some kind), produce unexpected results resulting in an exposure not matching the intended purpose of the relevant Strategy, which can result in losses for the Fund. Furthermore, because predictive models are usually constructed based on historical data supplied by third parties, the success of relying on such models may depend heavily on the accuracy and reliability of the supplied historical data.

All models rely on correct market data inputs. If incorrect market data is entered, even into a well-founded model, the resulting information will be incorrect. However, even if market data is input correctly, "model prices" will often differ substantially from market prices, especially for instruments with complex characteristics, such as derivative instruments.

7.13. **Strategy Error Risk**

Errors may also occur in respect of the data quality, accuracy and completeness of Strategies from time to time. Any errors which do occur in respect of a Strategy may not be identified and / or corrected for a period of time, particularly where the Strategy is less commonly used.

In the event of an error in connection with a Strategy being identified by, or notified to, the Manager, the Manager will consider the nature, extent and likely duration of the error and any regulatory considerations and determine whether it considers the Fund continuing its exposure to the Strategy, including the error, to be in the best interests of Shareholders in the Fund, or whether the Fund's exposures should be altered in order to seek to deliver the exposure which the Strategy would have delivered had it not been for the error. Investors should note that any such determination will be subject to market risk and there can be no guarantee that the Fund will not suffer a loss as a result. By way of example, in the event that a Strategy contains an incorrect constituent, the Fund, in taking exposure to the Strategy will be exposed to the performance of such constituent and will, consequently be underexposed or unexposed to the other constituents of the Strategy that would have been included in the Strategy or included in greater proportions had the error not occurred. Such errors may result in a negative or positive performance impact to the Fund and the Shareholders, depending on market movements.

Where errors with a Strategy persist or recur over time, the Manager may determine that it is in the best interests of the Shareholders to terminate the Fund's exposure to that Strategy and any such decision may have an adverse impact on the performance of the Fund.

7.14. **Portfolio turnover**

The Strategies may involve high portfolio turnover. More frequent trading is likely to result in higher levels of brokerage fees and commissions which may adversely affect the level of the relevant Strategy and therefore the value of and return on the Fund.

7.15. **Limited operating history**

Some Strategies are relatively new and no historical performance data may exist with respect to these Strategies. Investment in such a Strategy may involve greater risk than investments linked to a Strategy with a proven track record. The limited track record with respect to a Strategy is particularly significant because the algorithm underlying each Strategy is based on historical data referencing returns to date that may or may not be repeated in the future.

Also, the actual performance of a Strategy over the life of the Fund as well as the amount payable at maturity or on settlement may bear little relation to the historical levels of such Strategy. It is not possible to predict the future performance of a Strategy.

Certain parameters or inputs used to calculate a Strategy may be determined by reference to simulated time series data which estimates how a Strategy may have performed prior to its actual existence. Such simulated time series data may be based on various assumptions, do not reflect actual trading and are subject to various market data limitations. As a result, the simulated time series data may differ from the actual historical performance of the relevant Strategy and this difference may be material and adversely affect the value of such parameters or inputs and therefore the level of such Strategy. As such, the performance of a Strategy could be materially different if the relevant parameters were determined based on actual performance of such Strategy rather than based on simulated time series data.

7.16. **Redemption process**

Shareholders must submit redemption requests on the relevant Dealing Day and generally payment for Shares redeemed will be effected by the second (2nd) Dealing Day falling after the relevant Dealing Day.

7.17. **SUSTAINABILITY RISK**

The Manager will consider environmental, social and governance factors and sustainability risks in the investment decisions of the Fund. Please see the sections titled **Responsible Investing** and **Sustainability Risks** in the Prospectus for more information.

8. **DIVIDEND POLICY**

The Directors intend to offer only Accumulation Shares in the Fund. No dividends will be declared in respect of those Shares and that any income available for distribution will form part of the assets of the Fund and will be applied when calculating the subscription price and the repurchase price as part of the proportion of the Fund which is attributable to the holders of that class of Shares.

This section should be read in conjunction with the section entitled **Dividend Policy** in the Prospectus.

9. **PROFILE OF A TYPICAL INVESTOR**

The Fund is suitable for retail, institutional and other sophisticated investors who are comfortable with a medium to high level of investment risk. Investors should understand the investment policy and strategy of the Fund and its inherent risks including the usage of complex derivatives and risk premia strategies.

It is important to understand that the Fund should be viewed as a medium to long term investment.

10. **KEY INFORMATION FOR BUYING AND SELLING**

Base Currency

The Base Currency of the Fund is Euro.

Share Class Information

Shares of the Fund are currently available for subscription in the following denominations:

Share Class	Currency	Dividend Policy	Hedging
Class A, Class B, Class I, Class K, Class T, Class Z	Euro*, US Dollar, Swiss Franc, Sterling, Swedish Krona, Norwegian Krone	Accumulation	Hedged*, Unhedged

Except as set out below, there are no minimum subscription requirements for each Class.

*Share classes denominated in Euro are not available as currency hedged Share classes as the base currency of the Fund is Euro

Minimum Investment Levels

Share Class	Minimum Investment Limit	Minimum Additional Investment Amount	Minimum Residual Holding
Class I	EUR 1,000,000 (or equivalent in US Dollars, where applicable)	N/A	EUR 1,000,000 (or equivalent in US Dollars, where applicable)
Class K	EUR 20,000,000 (or equivalent in US Dollars, where applicable)	N/A	EUR 20,000,000 (or equivalent in US Dollars, where applicable)
Class T	EUR 5,000,000 (or equivalent in US Dollars, where applicable)	N/A	EUR 50,000,000 (or equivalent in US Dollars, where applicable)

The Directors (or the Manager or its delegates on their behalf) may waive such minimum investment levels in their absolute discretion.

Class A Shares

Class A Shares are available for all type of investors. The Share class is available in certain countries, subject to the relevant regulatory approval, through specific Distributors, selected by the Manager.

Class B Shares

Class B Shares are available for all type of investors. The Share class is available through specific distributors in the framework of the services they provide, where the acceptance of retrocession fees is not allowed according to regulatory requirements or based on contractual arrangements with their clients. Class B Shares are Share classes on which the ICAV will not pay distribution fees.

Class I Shares

Class I Shares are available for institutional investors. For this Share class a minimal initial investment amount applies to ensure that the investors are institutional. The possession, redemption and transfer of institutional classes of Shares is limited to institutional investors, as described in the Prospectus. As at the date of this Supplement, the following investors are classified as institutional investors: pension funds, insurance companies, credit institutions, collective investment undertakings and other professional institutions of the financial sector. Credit institutions and other professionals of the financial sector investing in their own name but on behalf of another party on the basis of a discretionary management relationship are also considered as institutional investors, even if the third party on behalf of which the investment is undertaken is not itself an institutional investor. If it appears that institutional classes of Shares are being held by retail investors, the ICAV will redeem theses Shares.

Class K Shares

Class K Shares are only available for institutional investors who have entered into a suitable agreement with the Manager. The ultimate decision whether an institutional investor qualifies for Class K Shares is at the discretion of the Directors of the ICAV. For these Share classes a minimal initial investment amount applies to ensure that the investors are institutional.

Class T Shares

Class T Shares are available for institutional investors. For this Share class, investors shall be permitted to have holdings below the minimum residual holding amount for a period of 12 months from the date of initial investment. If the Net Asset Value of an investor's Shares remains below such minimum residual holding amount after 12 months, then the Directors (or the Manager) may at their discretion exchange such investor's Shares for Shares of another class in the Fund of the same currency, dividend policy and hedging as the relevant Class T Shares and with the lowest expense ratio of which the relevant investor is eligible based on their residual holdings at the time.

Class Z Shares

Class Z Shares are only available for collective investment schemes, investment structures which are (co-)managed and/or (sub)advised by members of the Aegon group or Institutional investors that are part of the Aegon group. The ultimate decision whether an institutional investor qualifies for the Class Z Shares is at the discretion of the Directors of the ICAV.

Initial Offer Period

The Initial Offer Period for each Share class will commence at 09:00 (Irish time) on 16 January 2024 and they will continue to be available for subscription at the Initial Issue Price, as set out below, until 17:00 (Irish time) on 15 July 2024. The Initial Offer Period of each Share class may be extended or shortened as the Directors may determine and any change will be notified to the Central Bank. After the Initial Offer Period of each Share class, Shares in each class will be available for subscription at the Net Asset Value per Share.

Initial Issue Price

The Initial Issue Price per Share is:

Euro Classes	EUR 10
USD Classes	USD 10
Sterling Classes	GBP 10
Swiss Franc Classes	CHF 10
Swedish Krona	SEK 100
Norwegian Krone	NOK 100

Minimum Fund Size

The minimum size of the Fund will be EUR 50 million or such other amount as may be determined by the Directors at their discretion and notified to Shareholders. When the size of the Fund is below such amount, the Directors of the ICAV may, following consultation with the Manager, compulsorily redeem all of the Shares of the Fund in accordance with the section entitled **Mandatory Repurchases** in the Prospectus.

Business Day

Any day (except Saturday or Sunday) on which the banks or the stock exchange in both Ireland, the United Kingdom, the Netherlands and France are open generally for business, and/or such other day(s) as the Directors may in consultation with the Manager and determine and notify to Shareholders in advance.

Dealing Day

The Fund shall be open to dealing, subject to the Dealing Deadline below, any day (except Saturday or Sunday and other than 1 May, 24 December or 31 December) on which each of the following occurs:

(1) banks are open the whole day for non-automated business in Dublin, Paris, London, New York, Tokyo, Montreal, Sydney, Wellington / Auckland, Zurich, Stockholm, Oslo and Copenhagen;

(2) the following exchanges are open for their regular trading sessions on such day; and

Chicago (CBOE, CBOT, CME)	Frankfurt/Main (Xetra, Eurex)
Hong Kong (HKEX)	London (LSE, LME, ICE)
Montreal (MSE)	New York (NYSE)
Osaka (OSE)	Paris (Euronext)
Sydney (ASX)	Tokyo (TSE)
Zurich (SIX)	

(3) the Trans-European Automated Real-time Gross settlement Express Transfer system (TARGET), or any successor, is open for settlement of Euro payments,

and/or such other day(s) as the Directors may determine and notify to Shareholders in advance, provided there will be at least one Dealing Day per fortnight.

Dealing Deadline

In respect of a Dealing Day, the Dealing Deadline for Subscriptions and Redemptions is defined as 13:00 (Irish time) on the relevant Dealing Day or such other day or time as the Directors may determine in exceptional circumstances provided it is prior to the relevant Valuation Point.

Settlement Date

Subscription monies must be received by and generally payment for Shares redeemed will be effected by the second (2nd) Dealing Day falling after the relevant Dealing Day. However, the ICAV may, at its absolute discretion, refuse to satisfy a redemption request or make any other payment to a Shareholder or at the direction of a Shareholder if such payment would result in a breach of the guidelines in operation from time to time in relation to the detection and prevention of money laundering. Redemption proceeds will be paid in the currency of the relevant Share class.

Preliminary Charge

The ICAV may levy an initial charge of up to 5% of the Net Asset Value per Share in connection with the subscription of Class A Shares. This fee will be retained for the benefit of the Global Distributor. The Global Distributor may, at its sole discretion and in accordance with applicable laws and regulations, (i) share any or all of the fee with the Sub-Distributors, (ii) pay commission to financial intermediaries including but not limited to sub-distributors, intermediaries, advisers and introducing agents who refer and/or advise prospective investors out of the initial charge and/or (iii) waive the initial charge for certain prospective investors based on factors deemed appropriate by the Global Distributor. There is no preliminary charge payable on any Class other than Class A Shares.

Exchange Charge

The Directors reserve the right at their sole discretion, to impose an exchange fee of up to 1.5% of the total repurchase price of the Shares in respect of an exchange of Shares held in one class for Shares in another class but such fee is charged only if exchanges are in excess of 5 in a calendar year.

Repurchase Charge

A repurchase charge of up to 3% of the repurchase price may be charged at the discretion of the Manager. The Manager may waive the repurchase charge in whole or in part. The repurchase charge will be retained for the benefit of the Fund.

Anti-Dilution Adjustment

To preserve the value of the underlying assets and to cover dealing costs, when there are net subscriptions or redemptions, an Anti-Dilution Adjustment may be applied by the Manager at its discretion to the Issue Price or the Redemption Price as appropriate. Any such adjustment shall be retained for the benefit of the Fund.

Valuation Point

The valuation point of the Fund shall be 23:00 (Irish time) on each Dealing Day. For the avoidance of doubt, the Valuation Point for a particular Dealing Day shall not be before the Dealing Deadline relevant to such Dealing Day.

11. FEES AND EXPENSES

This section should be read in conjunction with the section entitled **Fees and Expenses** in the Prospectus.

Management Fee

The fee payable to the Manager will be no more than 1.5% per annum of the Net Asset Value of the Fund (plus VAT, if any).

Such fee shall be accrued daily and payable monthly in arrears. The Manager shall also be entitled to be reimbursed out of the assets of the Fund for reasonable out-of-pocket expenses incurred by the Manager in the performance of its duties.

The Manager (or its delegate) may agree at its discretion to rebate a portion of the management fee with respect to certain Shareholders' investment in the Fund. Any such rebate will not entitle other Shareholders to a similar rebate.

Distribution Fee

In addition to the preliminary charge that may be paid to the Global Distributor as referred to above, the fee payable to the Global Distributor for its services in the distribution of Shares of the Fund shall not exceed 1% per annum of the Net Asset Value attributable to the Class A Shares. The Global Distributor shall be responsible for the discharge of any fees due to the Sub-Distributors and may, at its sole discretion and in accordance with applicable laws and regulations, pay commission to financial intermediaries including but not limited to sub-distributors, intermediaries and advisers who refer and/or advise prospective investors out of the Global Distributor's fee as set out above. Where taken, this fee shall be accrued daily and payable monthly in arrears.

Service Fee

The Fund will also incur other service fees which reflect all remaining expenses as follows:

Unless otherwise specified in the Prospectus, such fees shall be accrued daily and shall be payable monthly in arrears.

(a) Administration Fee

The fee payable to the Administrator shall not exceed 0.2% per annum (plus VAT, if any) of the net asset value of the Fund. In addition, the fee payable to the Administrator for its role as registrar and transfer agent to the Fund will not exceed 0.1% per annum (plus VAT, if any) of the net asset value of the Fund.

The Administrator shall also be entitled to be reimbursed their reasonable out-of-pocket expenses, payable out of the assets of the Fund (plus VAT, if any).

(b) Depositary Fee

The fee payable to the Depositary, will not exceed 0.1% per annum (plus VAT, if any) of the net asset value of the Fund.

The Depositary will also be entitled to any out-of-pocket expenses incurred (including any transaction charges or Delegate or Sub-Delegate fees at normal commercial rates).

(c) Other fees and expenses

The Fund will also incur other fees and expenses (please see the section **Fees and Expenses** in the Prospectus for further details).

Please note the provisions in the Prospectus (in the section entitled **Fees and Expenses**) regarding the charging of initial expenses to the Fund.

12. ESTABLISHMENT CHARGES AND EXPENSES

The cost and expenses of establishing the Fund, which did not exceed €25,000, are being borne by the Fund and amortised over the first five financial years of the Fund's operation.