

NOTICE TO SHAREHOLDERS

“Safe” sub-funds

Merger effective as of 16 February 2017 (OTD)

The Boards of Directors of BNP Paribas L1 (the Company) decide, in accordance with the provisions of Article 32 of the Articles of Association of the Company and the Chapter 8 of the Luxembourg Law of 17 December 2010 concerning UCI (the Law), and in agreement with the Belgian UCITS BNP PARIBAS B STRATEGY, to merge the Merging Sub-funds into the Receiving sub-funds, in accordance with Article 1, point 20), a) of the Law.

Merging BNP Paribas L1 sub-funds				Receiving BNP PARIBAS B STRATEGY sub-funds			
ISIN code	Sub-fund	Class	Reference Currency	Sub-fund	Class	Reference Currency	ISIN code
LU0291279213	Safe Aggressive W1	Classic-DIS	EUR	Global Aggressive	Classic-DIS	EUR	BE0935065822
LU0291283249	Safe Aggressive W4	Classic-DIS	EUR	Global Aggressive	Classic-DIS	EUR	BE0935065822
LU0291285020	Safe Aggressive W7	Classic-DIS	EUR	Global Aggressive	Classic-DIS	EUR	BE0935065822
LU0291291184	Safe Aggressive W10	Classic-DIS	EUR	Global Aggressive	Classic-DIS	EUR	BE0935065822
LU0291278595	Safe Conservative W1	Classic-DIS	EUR	Global Conservative	Classic-DIS	EUR	BE0146933750
LU0291280229	Safe Conservative W4	Classic-DIS	EUR	Global Conservative	Classic-DIS	EUR	BE0146933750
LU0291284213	Safe Conservative W7	Classic-DIS	EUR	Global Conservative	Classic-DIS	EUR	BE0146933750
LU0291288396	Safe Conservative W10	Classic-DIS	EUR	Global Conservative	Classic-DIS	EUR	BE0146933750
LU0179775043	Safe Defensive W1	Classic-DIS	EUR	Global Defensive	Classic-DIS	EUR	BE0146935771
LU0269749338	Safe Defensive W1	Life-CAP	EUR	Global Defensive	Life-CAP	EUR	BE6257910529
LU0982370461	Safe Defensive W4	Classic-CAP	EUR	Global Defensive	Classic-CAP	EUR	BE0146934766
LU0186252887	Safe Defensive W4	Classic-DIS	EUR	Global Defensive	Classic-DIS	EUR	BE0146935771
LU0269749502	Safe Defensive W4	Life-CAP	EUR	Global Defensive	Life-CAP	EUR	BE6257910529
LU0191758126	Safe Defensive W7	Classic-DIS	EUR	Global Defensive	Classic-DIS	EUR	BE0146935771
LU0269749684	Safe Defensive W7	Life-CAP	EUR	Global Defensive	Life-CAP	EUR	BE6257910529
LU0194607205	Safe Defensive W10	Classic-DIS	EUR	Global Defensive	Classic-DIS	EUR	BE0146935771
LU0269749767	Safe Defensive W10	Life-CAP	EUR	Global Defensive	Life-CAP	EUR	BE6257910529
LU0179774236	Safe Dynamic W1	Classic-DIS	EUR	Global Dynamic	Classic-DIS	EUR	BE0163305544
LU1151729487	Safe Dynamic W1	N-CAP	EUR	Global Dynamic	N-CAP	EUR	BE6289667907*
LU0269746409	Safe Dynamic W1	Life-CAP	EUR	Global Dynamic	Life-CAP	EUR	BE6257904464
LU0186252531	Safe Dynamic W4	Classic-DIS	EUR	Global Dynamic	Classic-DIS	EUR	BE0163305544
LU0269746664	Safe Dynamic W4	Life-CAP	EUR	Global Dynamic	Life-CAP	EUR	BE6257904464
LU0982370115	Safe Dynamic W7	Classic-CAP	EUR	Global Dynamic	Classic-CAP	EUR	BE0163304539
LU0191757409	Safe Dynamic W7	Classic-DIS	EUR	Global Dynamic	Classic-DIS	EUR	BE0163305544
LU1151729560	Safe Dynamic W7	N-CAP	EUR	Global Dynamic	N-CAP	EUR	BE6289667907*
LU0269746821	Safe Dynamic W7	Life-CAP	EUR	Global Dynamic	Life-CAP	EUR	BE6257904464
LU0194606140	Safe Dynamic W10	Classic-DIS	EUR	Global Dynamic	Classic-DIS	EUR	BE0163305544
LU0269747399	Safe Dynamic W10	Life-CAP	EUR	Global Dynamic	Life-CAP	EUR	BE6257904464
LU0982369026	Safe Neutral W1	Classic-CAP	EUR	Global Neutral	Classic-CAP	EUR	BE0146936787
LU0179773345	Safe Neutral W1	Classic-DIS	EUR	Global Neutral	Classic-DIS	EUR	BE0146937793
LU0269744370	Safe Neutral W1	Life-CAP	EUR	Global Neutral	Life-CAP	EUR	BE6257911535
LU0186252291	Safe Neutral W4	Classic-DIS	EUR	Global Neutral	Classic-DIS	EUR	BE0146937793
LU0269744966	Safe Neutral W4	Life-CAP	EUR	Global Neutral	Life-CAP	EUR	BE6257911535
LU0191756260	Safe Neutral W7	Classic-DIS	EUR	Global Neutral	Classic-DIS	EUR	BE0146937793
LU0269745856	Safe Neutral W7	Life-CAP	EUR	Global Neutral	Life-CAP	EUR	BE6257911535
LU0194605332	Safe Neutral W10	Classic-DIS	EUR	Global Neutral	Classic-DIS	EUR	BE0146937793
LU0269746151	Safe Neutral W10	Life-CAP	EUR	Global Neutral	Life-CAP	EUR	BE6257911535

* The share classes within the receiving sub-funds which are not yet registered in Luxembourg will be publicly offered in Luxembourg at the time of the merger.

1) Effective date of the Merger

The Merger will be effective on Thursday 16 February 2017 (Order Trade Date - OTD) as far as validated by the extraordinary meeting of the shareholders of BNP PARIBAS B STRATEGY to be held on 8 February 2017.

2) Background to and rationale for the Merger

The yield potential on the Merging sub-funds is not interesting anymore for the shareholders. The Merger aims at offering them a better yield potential in the Receiving sub-funds presenting more simple investments strategies and lower global expenses (OCR).

3) Impact of the Merger on the Merging Shareholders

- The last subscription, conversion and redemption orders in the Merging sub-funds will be accepted until the cut-off time on Wednesday 1st February 2017. Orders received after these cut-off times will be rejected.
 - First redemption orders will be accepted into the Receiving sub-funds on Thursday 16 February 2017.
 - The shareholders of the Merging sub-funds, who do not use their right to redeem their shares by Wednesday 1st February 2017 as explained below on point 7), will become shareholders of the Receiving sub-funds at the effective date of the Merger.
 - As any merger, this operation may involve a risk of performance dilution.
 - The Merging sub-funds are dissolved without liquidation by transferring all of their assets and liabilities into the Receiving sub-funds at the effective date of the Merger.
- The Merging sub-funds cease to exist at the effective date of the Merger.

4) Organisation of the exchange of shares

The Merging shareholders will receive, in the Receiving sub-funds, a number of new shares calculated by multiplying the number of shares they held in the Merging classes by the exchange ratio.

The exchange ratios will be calculated by BNP Paribas Securities Services Brussels Branch, administrative agent of BNP PARIBAS B STRATEGY, on Wednesday 8 February 2017 by dividing the net asset value (NAV) per share of the Merging classes by the corresponding NAV per share of the Receiving classes, based on the valuation of the underlying assets set on Monday 6 February 2017.

For the calculation of these exchange ratios, the NAV of the “Life” and “N” Merging classes which will be launched by this Merger will be set at EUR 100.00.

The criteria adopted for valuation of the assets and, where applicable, the liabilities on the date for calculating the exchange ratio will be the same as those used for the NAV calculation as described in Article 10 of the Articles of Association of BNP PARIBAS B STRATEGY and in the chapter “Net Asset Value” of the Book I of the prospectus of the Company.

Registered shareholders will receive registered shares.

Bearer shareholders will receive bearer shares.

No balancing cash adjustment will be paid for the fraction of the Receiving share attributed beyond the third decimal.

Since 18 February 2016, physical bearer shares are cancelled. The cash equivalent of such cancelled shares has been deposited with the Luxembourg *Caisse de Consignation* (consignment office). The reimbursement of this cash may be requested by shareholders who can prove their ownership.

5) Material differences between Merging and Receiving sub-funds

The **differences** between the Merging and Receiving Companies are as follows:

Features	Merging Company BNP Paribas L1	Receiving Company BNP PARIBAS B STRATEGY
Nationality	Luxembourg UCITS In compliance with the Directive 2009/65	Belgian UCITS In compliance with the Directive 2009/65
Structure juridique	<i>Société d'Investissement à Capital Variable</i> (SICAV) created as an open-ended investment company. The Company is an umbrella fund, which comprises multiple sub-funds, each with distinct assets and liabilities of the Company.	<i>Société d'Investissement à Capital Variable</i> (SICAV) created as an open-ended investment company. The Company is an umbrella fund, which comprises multiple sub-funds, each with distinct assets and liabilities of the Company.
Annual General Meeting	On 25 April	On the second Thursday of April
Management Company	BNP Paribas Investment Partners Luxembourg	BNP Paribas Investment Partners Belgium
Administrative Agent	BNP Paribas Securities Services-Luxembourg Branch	BNP Paribas Securities Services Brussels Branch
Depositary	BNP Paribas Securities Services-Luxembourg Branch	BNP Paribas Fortis S.A.
Sub-depositary	-	BNP Paribas Securities Services-Luxembourg Branch
Auditor	PricewaterhouseCoopers, Société coopérative	PwC Reviseurs d'entreprises S.C.C.R.L.

The **differences** between the Merging and Receiving sub-funds are as follows:

Features	BNP Paribas L1 Safe Aggressive W1 BNP Paribas L1 Safe Aggressive W4 BNP Paribas L1 Safe Aggressive W7 BNP Paribas L1 Safe Aggressive W10 Merging sub-funds	BNP PARIBAS B STRATEGY Global Aggressive Receiving Sub-fund
Investment objective	Increase the value of its assets over the medium term	Ensure maximum possible growth and a broad diversification of risks
Investment policy	The sub-fund invests in all types of asset classes through funds. In a scenario of upwardly moving markets the sub-fund will be managed against the neutral allocation (79% Equities and 21% Alternative Investments). The manager can vary the actual asset class weightings based on market conditions and forecasts within the following range (Equities: 45%-100%, Debt Securities: 0%-25%, Alternative Investments: 0%-40%, Money Market Instruments: 0%-50%). ("Alternative Investments" may include investments in absolute return products, real estate securities products, indirect commodities and volatility based products). In a scenario of downward moving financial markets the sub-fund will protect itself by investing part of its assets in money market instruments and debt securities with an average maturity of less than 12 months, denominated in Euro. However, when such investment is not considered appropriate, the sub-fund may invest directly in underlying assets. The sub-fund is actively managed and as such may invest in securities that are not included in an internal index of which the underlying sectors are weighted as follows: 79% Equity + 21% Other.	The sub-fund invests mainly in undertakings for collective investment from around the world, which, in turn, invest in all types of asset class (equities, bonds, alternative investments). Underlying funds are selected on the basis of strategic recommendations, defined by the manager, concerning asset allocation. As part of active portfolio management, depending on the market conditions and his own forecasts, the manager may deviate from the following “neutral” weightings: 79% equities, 0% bonds, 21% alternative investments, 0% cash and money market instruments, subject to the following limits: equities 45%–100%, bonds 0%–25%, alternative investments 0%–40%, cash and money market instruments 0%–50%. The sub-fund may optionally and marginally use derivative financial instruments both for hedging purposes and to achieve its investment objectives. These instruments are used to more precisely and flexibly replicate or neutralise the risks inherent in investments in underlying assets, and do not increase risk in itself.

Risk Measurement Methodology	1.00 (Commitment Approach)	1.00 (Commitment Approach)
Specific market risks	<ul style="list-style-type: none">Credit RiskLiquidity RiskAlternative Investment Strategies RisksCommodity Market RisksHigh Yield Bond RiskEquity Markets RiskCurrency Exchange RiskInterest Rate Risk	<ul style="list-style-type: none">Credit RiskLiquidity RiskAlternative Investment Strategies RisksCommodity Market RisksHigh Yield Bond RiskEquity Markets RiskCurrency Exchange RiskInterest Rate Risk
SRRI	5	5
Summary of differences for: <ul style="list-style-type: none">Investment policiesInvestment StrategiesRisks	Although, under normal circumstances, the investment strategies for the Merging and Receiving sub-funds would be the same. Merging sub-funds have a protection mechanism which is not found in Receiving sub-funds, the objective of which is to limit the portfolio's exposure to the most volatile assets classes in the event of a downturn in the financial markets.	
“Classic” class Costs payable by investors <ul style="list-style-type: none">entryconversionexit	Maximum 3.00% Maximum 1.50% none	Maximum 2.50% Maximum 1.25%. When the difference of entry costs is higher than 1.25%, this difference is applicable none
Fees payable by the class OCR including: <ul style="list-style-type: none">Management FeeOther FeeIndirect fees	2.15% (W1); 2.11% (W4); 2.24% (W7); 2.25% (W10) Maximum 1.60% Maximum 0.30% Maximum 0.50%	1.94% Maximum 1.35% Maximum 0.245% Maximum 3.00%
NAV Cycle <ul style="list-style-type: none">CentralisationTrade DateNAV calculation and publication dateSettlement Date	D-1 D D+2 Maximum D+4	D (D-2 following the Receiving prospectus) D (D-2 following the Receiving prospectus) D+2 (D following the Receiving prospectus) D+4 (D+2 following the Receiving prospectus)

Features	BNP Paribas L1 Safe Conservative W1 BNP Paribas L1 Safe Conservative W4 BNP Paribas L1 Safe Conservative W7 BNP Paribas L1 Safe Conservative W10 Merging sub-funds	BNP PARIBAS B STRATEGY Global Conservative Receiving Sub-fund
Investment objective	Increase the value of its assets over the medium term	Ensure maximum possible growth and a broad diversification of risks
Investment policy	The sub-fund invests in all types of asset classes through funds. In a scenario of upwardly moving markets the sub-fund will be managed against the neutral allocation (100% Debt Securities). The manager can vary the actual asset class weightings based on market conditions and forecasts within the following range (Equities: 0%-5%, Debt Securities: 40%-100%, Alternative Investments: 0%-15%, Money Market Instruments: 0%-100%). ("Alternative Investments" may include investments in absolute return products, real estate securities products, indirect commodities and volatility based products) In a scenario of downward moving financial markets the sub-fund will protect itself by investing part of its assets in money market instruments and debt securities with an average maturity of less than 12 months, denominated in Euro. However, when such investment is not considered appropriate, the sub-fund may invest directly in underlying assets. The sub-fund is actively managed and as such may invest in securities that are not included in an internal index of which the underlying sectors are weighted as follows: 100% Bonds.	The sub-fund invests mainly in undertakings for collective investment from around the world, which, in turn, invest in all types of asset class (equities, bonds, alternative investments). Underlying funds are selected on the basis of strategic recommendations, defined by the manager, concerning asset allocation. As part of active portfolio management, on the basis of market conditions and his own forecasts, the manager may deviate from a “neutral” 100% bond allocation, subject to the following limits: equities 0%–5%, bonds 0%–100%, alternative investments 0%–15%, cash and money market instruments 0%–100%. The sub-fund may optionally and marginally use derivative financial instruments both for hedging purposes and to achieve its investment objectives. These instruments are used to more precisely and flexibly replicate or neutralise the risks inherent in investments in underlying assets, and do not increase risk in itself.
Risk Measurement Methodology	1.00 (Commitment Approach)	1.00 (Commitment Approach)
Specific market risks	<ul style="list-style-type: none">Credit RiskLiquidity RiskAlternative Investment Strategies RisksCommodity Market RisksHigh Yield Bond RiskEquity Markets RiskCurrency Exchange RiskInterest Rate Risk	<ul style="list-style-type: none">Credit RiskLiquidity RiskAlternative Investment Strategies RisksCommodity Market RisksHigh Yield Bond RiskEquity Markets RiskCurrency Exchange RiskInterest Rate Risk
SRRI	2	3
Summary of differences for: <ul style="list-style-type: none">Investment policiesInvestment StrategiesRisks	Although, under normal circumstances, the investment strategies for the Merging and Receiving sub-funds would be the same. Merging sub-funds have a protection mechanism which is not found in Receiving sub-funds, the objective of which is to limit the portfolio's exposure to the most volatile assets classes in the event of a downturn in the financial markets. The existence of this mechanism explains the specific differences in SRRI between the Merging and Receiving sub-funds.	
“Classic” class Costs payable by investors <ul style="list-style-type: none">entryconversionexit	Maximum 3.00% Maximum 1.50% none	Maximum 2.50% Maximum 1.25%. When the difference of entry costs is higher than 1.25%, this difference is applicable none
Fees payable by the class OCR including: <ul style="list-style-type: none">Management FeeOther FeeIndirect fees	1.21% (W1); 1.20% (W4); 1.22% (W7); 1.22% (W10) Maximum 0.75% Maximum 0.30% Maximum 0.50%	1.16% Maximum 0.65% Maximum 0.245% Maximum 3.00%
NAV Cycle <ul style="list-style-type: none">CentralisationTrade DateNAV calculation and publication dateSettlement Date	D-1 D D+2 Maximum D+4	D (D-2 following the Receiving prospectus) D (D-2 following the Receiving prospectus) D+2 (D following the Receiving prospectus) D+4 (D+2 following the Receiving prospectus)

Features	BNP Paribas L1 Safe Defensive W1 BNP Paribas L1 Safe Defensive W4 BNP Paribas L1 Safe Defensive W7 BNP Paribas L1 Safe Defensive W10 Merging sub-funds	BNP PARIBAS B STRATEGY Global Defensive Receiving Sub-fund
Investment objective	Increase the value of its assets over the medium term	Ensure maximum possible growth and a broad diversification of risks
Investment policy	The sub-fund invests in all types of asset classes through funds. In a scenario of upwardly moving markets the sub-fund will be managed against the neutral allocation (21.50% Equities, 68% Debt Securities and 10.50% Alternative Investments). The manager can vary the actual asset class weightings based on market conditions and forecasts within the following range (Equities: 0%-10%, Debt Securities: 30%-90%, Alternative Investments: 0%-30%, Money Market Instruments: 0%-70%). ("Alternative Investments" may include investments in absolute return products, real estate securities products, indirect commodities and volatility based products) In a scenario of downward moving financial markets the sub-fund will protect itself by investing part of its assets in money market instruments and debt securities with an average maturity of less than 12 months, denominated in Euro. However, when such investment is not considered appropriate, the sub-fund may invest directly in underlying assets. The sub-fund is actively managed and as such may invest in securities that are not included in an internal index of which the underlying sectors are weighted as follows: 21.50% Equities + 68% Bonds + 10.50% Other.	The sub-fund invests mainly in undertakings for collective investment from around the world, which, in turn, invest in all types of asset class (equities, bonds, alternative investments). Underlying funds are selected on the basis of strategic recommendations, defined by the manager, concerning asset allocation. As part of active portfolio management, on the basis of market conditions and his own forecasts, the manager may deviate from the following “neutral” weightings: 21.5% equities, 68% bonds, 10.5% alternative investments, 0% cash and money market instruments, subject to the following limits: equities 0%-30%, bonds 30%-90%, alternative investments 0%-30%, cash and money market instruments 0%-70%. The sub-fund may optionally and marginally use derivative financial instruments both for hedging purposes and to achieve its investment objectives. These instruments are used to more precisely and flexibly replicate or neutralise the risks inherent in investments in underlying assets, and do not increase risk in itself.

NOTICE TO SHAREHOLDERS

“Safe” sub-funds

Merger effective as of 16 February 2017 (OTD)

Risk Measurement Methodology	1.00 (Commitment Approach)	1.00 (Commitment Approach)
Specific market risks	<ul style="list-style-type: none">• Credit Risk• Liquidity Risk• Alternative Investment Strategies Risks• Commodity Market Risks• High Yield Bond Risk• Equity Markets Risk• Inflation Risk• Currency Exchange Risk• Interest Rate Risk	<ul style="list-style-type: none">• Credit Risk• Liquidity Risk• Alternative Investment Strategies Risks• Commodity Market Risks• High Yield Bond Risk• Equity Markets Risk• Inflation Risk• Currency Exchange Risk• Interest Rate Risk
SRRI	3	4
Summary of differences for: <ul style="list-style-type: none">• Investment policies• Investment Strategies• Risks	Although, under normal circumstances, the investment strategies for the Merging and Receiving sub-funds would be the same, Merging sub-funds have a protection mechanism which is not found in Receiving sub-funds, the objective of which is to limit the portfolio's exposure to the most volatile assets classes in the event of a downturn in the financial markets. The existence of this mechanism explains the specific differences in SRRI between the Merging and Receiving sub-funds.	
“Classic” class Costs payable by investors <ul style="list-style-type: none">• entry• conversion <ul style="list-style-type: none">• exit Fees payable by the class OCR including: <ul style="list-style-type: none">• Management Fee• Distribution Fee• Other Fee• Indirect fees	Maximum 3.00% Maximum 1.50% none 1.93% (W1); 1.91% (W4); 1.92% (W7); 2.05% (W10) Maximum 1.45% Maximum 0.30% Maximum 0.50%	Maximum 2.50% Maximum 1.25%. When the difference of entry costs is higher than 1.25%, this difference is applicable none 1.78% Maximum 1.20% Maximum 0.245% Maximum 3.00%
“Life” class Costs payable by investors <ul style="list-style-type: none">• entry• conversion• exit Fees payable by the class OCR including: <ul style="list-style-type: none">• Management Fee• Other Fee• Indirect fees	none none none 0.76% (W1); 0.75% (W4); 0.76% (W7); 0.76% (W10) Maximum 1.635% Maximum 0.17% Maximum 0.50%	none none none 0.83% (estimation as the class is not yet active) Maximum 0.40% Maximum 0,21% Maximum 3.00%
NAV Cycle <ul style="list-style-type: none">• Centralisation• Trade Date• NAV calculation and publication date• Settlement Date	D-1 D D+2 Maximum D+4	D (D-2 following the Receiving prospectus) D (D-2 following the Receiving prospectus) D+2 (D following the Receiving prospectus) D+4 (D+2 following the Receiving prospectus)

“N” class Costs payable by investors <ul style="list-style-type: none">• entry• conversion <ul style="list-style-type: none">• exit Fees payable by the class OCR including: <ul style="list-style-type: none">• Management Fee• Distribution Fee• Other Fee• Indirect fees	none Maximum 1.50% Maximum 3.00% 2.91% (W1); 2.93% (W7) Maximum 1.55% Maximum 0.75% Maximum 0.30% Maximum 0.50%	none Maximum 1.25%. When the difference of entry costs is higher than 1.25%, this difference is applicable Maximum 2.50% 2.65% (estimation as the class is not yet active) Maximum 1.30% Maximum 0.75% Maximum 0.245% Maximum 3.00%
NAV Cycle <ul style="list-style-type: none">• Centralisation• Trade Date• NAV calculation and publication date• Settlement Date	D-1 D D+2 Maximum D+4	D (D-2 following the Receiving prospectus) D (D-2 following the Receiving prospectus) D+2 (D following the Receiving prospectus) D+4 (D+2 following the Receiving prospectus)

Features	BNP Paribas L1 Safe Neutral W1 BNP Paribas L1 Safe Neutral W4 BNP Paribas L1 Safe Neutral W7 BNP Paribas L1 Safe Neutral W10 Merging sub-funds	BNP PARIBAS B STRATEGY Global Neutral Receiving Sub-fund
Investment objective	Increase the value of its assets over the medium term	Ensure maximum possible growth and a broad diversification of risks
Investment policy	The sub-fund invests in all types of asset classes through funds. In a scenario of upwardly moving markets the sub-fund will be managed against the neutral allocation (47% Equities, 37% Debt Securities and 16% Alternative Investments). The manager can vary the actual asset class weightings based on market conditions and forecasts within the following range (Equities: 25%-65%, Debt Securities: 15%-55%, Alternative Investments: 0%-35%, Money Market Instruments: 0%-60%). (“Alternative Investments” may include investments in absolute return products, real estate securities products, indirect commodities and volatility based products) In a scenario of downward moving financial markets the sub-fund will protect itself by investing part of its assets in money market instruments and debt securities with an average maturity of less than 12 months, denominated in Euro. However, when such investment is not considered appropriate, the sub-fund may invest directly in underlying assets. The sub-fund is actively managed and as such may invest in securities that are not included in an internal index of which the underlying sectors are weighted as follows: 47% Equities + 37% Bonds + 16% Other.	The sub-fund invests mainly in undertakings for collective investment from around the world, which, in turn, invest in all types of asset class (equities, bonds, alternative investments). Underlying funds are selected on the basis of strategic recommendations, defined by the manager, concerning asset allocation. As part of active portfolio management, on the basis of market conditions and his own forecasts, the manager may deviate from the following “neutral” weightings: 47% equities, 37% bonds, 16% alternative investments, 0% cash and money market instruments, subject to the following limits: equities 25%-65%, bonds 15%-55%, alternative investments 0%-35%, cash and money market instruments 0%-60%. The sub-fund may optionally and marginally use derivative financial instruments both for hedging purposes and to achieve its investment objectives. These instruments are used to more precisely and flexibly replicate or neutralise the risks inherent in investments in underlying assets, and do not increase risk in itself.
Risk Measurement Methodology	1.00 (Commitment Approach)	1.00 (Commitment Approach)
Specific market risks	<ul style="list-style-type: none">• Credit Risk• Liquidity Risk• Alternative Investment Strategies Risks• Commodity Market Risks• High Yield Bond Risk• Equity Markets Risk• Inflation Risk• Currency Exchange Risk• Interest Rate Risk	<ul style="list-style-type: none">• Credit Risk• Liquidity Risk• Alternative Investment Strategies Risks• Commodity Market Risks• High Yield Bond Risk• Equity Markets Risk• Inflation Risk• Currency Exchange Risk• Interest Rate Risk
SRRI	4	4
Summary of differences for: <ul style="list-style-type: none">• Investment policies• Investment Strategies• Risks	Although, under normal circumstances, the investment strategies for the Merging and Receiving sub-funds would be the same, Merging sub-funds have a protection mechanism which is not found in Receiving sub-funds, the objective of which is to limit the portfolio's exposure to the most volatile assets classes in the event of a downturn in the financial markets.	
“Classic” class Costs payable by investors <ul style="list-style-type: none">• entry• conversion <ul style="list-style-type: none">• exit Fees payable by the class OCR including: <ul style="list-style-type: none">• Management Fee• Other Fee• Indirect fees	Maximum 3.00% Maximum 1.50% none 2.12% (W1); 1.97% (W4); 2.02% (W7); 2.13% (W10) Maximum 1.50% Maximum 0.30% Maximum 0.50%	Maximum 2.50% Maximum 1.25%. When the difference of entry costs is higher than 1.25%, this difference is applicable none 1.84% Maximum 1.25% Maximum 0.245% Maximum 3.00%
“Life” class Costs payable by investors <ul style="list-style-type: none">• entry• conversion• exit Fees payable by the class OCR including: <ul style="list-style-type: none">• Management Fee• Other Fee• Indirect fees	none none none 0.82% (W1); 0.81% (W4); 0.82% (W7); 0.83% (W10) Maximum 1.635% Maximum 0.17% Maximum 0.50%	none none none 0.88% (estimation as the class is not yet active) Maximum 0,42% Maximum 0,21% Maximum 3.00%
NAV Cycle <ul style="list-style-type: none">• Centralisation• Trade Date• NAV calculation and publication date• Settlement Date	D-1 D D+2 Maximum D+4	D (D-2 following the Receiving prospectus) D (D-2 following the Receiving prospectus) D+2 (D following the Receiving prospectus) D+4 (D+2 following the Receiving prospectus)

- 6) **Tax Consequences**
- This merger will have no Luxembourg tax impact for the Merging shareholders.
- In accordance with the European Directive 2011/16 the Luxembourg authorities will report to the tax authorities in the state of residence of the Merging shareholders the total gross proceeds from the exchange of shares in application of this merger.
- For more tax advice or information on possible tax consequences associated with this merger, it is recommended that shareholders contact their local tax advisor or authority.
- 7) **Right to redeem the shares**
- Shareholders of the Merging sub-funds who do not accept the merger may instruct redemption of their shares free of charge until the cut-off time, on Wednesday 1st February 2017.
- Shareholders whose shares are held by a clearing house are advised to enquire about the specific terms applying to subscriptions, redemptions and conversions made via this type of Intermediary.
- 8) **Other information**
- To avoid any investment breach due to the merger, and in the interest of the shareholders, the investment manager might need to rebalance the portfolio of the **Merging sub-funds** before the Merger. Such rebalancing shall be compliant with the investment policy of the Receiving portfolios.
- All expenses related to this merger, including Audit costs, will be borne by BNP Paribas Investment Partners Belgium, the Management Company of the Receiving sub-funds.
- The merging operation will be validated by PwC Reviseurs d’entreprises S.C.C.R.L., the auditors of BNP PARIBAS B STRATEGY.
- The merger ratios and the amount that will be communicated to the national authority, which will be levied at the time the securities are merged, will be available on the website www.bnpparibas-ip.com as soon as they are known.
- The Annual and Semi-Annual Report and the legal documents of the Company BNP ARIBAS B STRATEGY, as well as the KIIDs of the Merging and Receiving sub-funds, and the Custodian and the Auditor reports regarding this operation are available with the Management Company. The KIID of the Receiving sub-funds are also available on the website www.bnpparibas-ip.com where shareholders are invited to acquaint with it.
- This notice will also be communicated to any potential investor before confirmation of subscription.
- Please refer to the Prospectus of the Company and BNP PARIBAS B STRATEGY for any term or expression not defined in this notice.
- Luxembourg, 30 December 2016