PARVEST

Luxembourg SICAV – UCITS class
Registered Office: 10, Rue Edward Steichen, L-2540 Luxembourg
Luxembourg Trade and Companies Register No. B 33.363

Notice to shareholders

BOND EUROPE EMERGING" MERGING SUB-FUND INTO "BOND WORLD EMERGING" RECEIVING SUB-FUND

MERGER EFFECTIVE AS OF 28 JULY 2017 (OTD)

Dear Shareholders,

We hereby inform you that the Board of Directors of PARVEST (the Company) decided to merge, on the basis of Article 32 of the Company's Articles of Association and the Chapter 8 of the Luxembourg Law of 17 December 2010 concerning UCI (the Law), the Merging Sub-fund, in accordance with Article 1, point 20), a) of the Law.

ISIN code	***Merging Sub-fund***	***Class***	***Reference Currency***	***Receiving Sub-fund***	***Class***	***Reference Currency***	***ISIN code***
LU0823382766	PARVEST Bond Europe Emerging	Classic-CAP [(1)]	EUR	PARVEST Bond World Emerging	Classic H EUR-CAP	EUR	LU1596575156
LU0823382840		Classic-DIS [(1)]	EUR		Classic H EUR-DIS	EUR	LU1596575230
LU0823382840		Classic-DIS Valued in PLN [(1)] [(2)]	EUR		Classic H EUR-DIS	EUR	LU1596575230
LU0823383061		N-CAP [(1)] [(3)]	EUR		Classic H EUR-CAP	EUR	LU1596575156
LU0823383145		Privilege-CAP [(1)]	EUR		Privilege H EUR-CAP	EUR	LU1596575313
LU0823382923		I-CAP [(1)]	EUR		IH EUR-CAP	EUR	LU0654138840

[(1)] Holders of non-hedged shares will receive shares which aim to hedging the portfolio return from USD to EUR
[(2)] Holders which have shares issued in PLN will receive shares issued in EUR.
[(3)] Nor distribution fee neither exit cost but an entry cost of maximum 3% into the Receiving Class.

1) Effective date of the Merger

The shares you own in the "Bond Europe Emerging" sub-fund will be merged on Friday 28 July 2017 (Order Trade Date - OTD).

2) Background to and rationale for the Merger

- ✓ The Merging sub-fund is strongly exposed on Turkey and Russia (around 23% of its assets) which are not any more targeted by the investors. The Receiving sub-fund, as of the date of this document, is clearly lower exposed (around 7%) on these markets.
- ✓ The Receiving sub-Fund offers more global diversification (more than 75% in ex Emerging Europe).
- ✓ The European Emerging Markets convergence story is not relevant anymore, but we believe in Global Emerging Markets convergence over time, that also offers a larger diversification of countries.

3) Impact of the Merger on Merging Shareholders

Please note that the following **possible consequences** on your positions in the "Bond Europe Emerging" sub-fund:

- ✓ As regards your investment, the last orders you can make in the Merging sub-fund will be accepted until the cut-off time on Friday 21st July 2017.
  Please be aware that orders received after this cut-off time will be rejected.
- ✓ If you do not want to use your right to redeem your shares (as explained below on point 8), you will automatically become shareholder of the Receiving sub-fund.
- ✓ The sub-fund you currently invest in will be dissolved without liquidation. Such operation will be made by transferring all of your share class' assets and liabilities into the Receiving sub-fund.
- ✓ As consequence, your current sub-fund will no longer exist after 27 July 2017.
- ✓ The assets of the Merging sub-fund not issued in hard currencies will be redeemed before the merger and the corresponding value transferred in cash into the receiving sub-fund. The costs associated with this rebalancing which will be charged to the Receiving sub-fund.
- ✓ As any merger, this operation may involve a risk of performance dilution into the Receiving Sub-fund, especially as consequence of the differences of strategies (summarised in the table on below point 6) and of the portfolios rebalancing (above alinea).

4) Impact of the Merger on Receiving Shareholders

Please note that the following **consequences** on your positions in the "Bond World Emerging" sub-fund:

- ✓ The assets of the Merging sub-fund not issued in hard currencies will be redeemed before the merger and the corresponding value transferred in cash into the receiving sub-fund. The costs associated with this rebalancing which will be charged to the Receiving sub-fund.
- ✓ As any merger, this operation may involve a risk of performance dilution into the Receiving Sub-fund, especially as consequence of the differences of strategies (summarised in the table on below point 6) and of the portfolios rebalancing (above alinea).
- ✓ The merger will have no impact for the shareholders of the Receiving sub-fund.
- ✓ The "Classic H EUR" and "Privilege H EUR" classes will be activated by this merger.
  First orders into these new Receiving classes will be accepted on Friday 28 July 2017.

5) Organisation of the exchange of shares

On Friday 28 July 2017, Merging shareholders will receive a number of new shares of the Receiving sub-fund. This number will be determined by multiplying the number of shares you currently own by a specific exchange ratio.

These exchange ratios will be calculated on Friday 28 July 2017.

The methodology of calculation will consist on dividing the net asset value (NAV) per share of your current class by the corresponding NAV per share of the Receiving class, based on the valuation of the underlying assets set on Thursday 27 July 2017.

For the calculation of the exchange ratios, the NAV of the "Classic H EUR" and "Privilege H EUR" Receiving classes activated by this merger will be set at EUR 100.00.

This valuation will be based on the same criteria as for the NAV calculation. Such criteria are described in the chapter "Net Asset Value" of the Book I of the prospectus of the Company.

If you are a **registered shareholder** will receive registered shares.

If you are a **bearer shareholder** will receive bearer shares.

If you are a **bearer shareholder**, please note that physical bearer shares are cancelled since 18 February 2016. If you have not already registered your bearer shares, the cash equivalent to your shares has been deposited with the Luxembourg *Caisse de consignation* (consignment office). You can request the reimbursement of this cash by proving your ownership.

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

6) Differences between both sub-funds

The differences between both sub-funds are the following:

features	"PARVEST Bond Europe Emerging" Merging sub-fund	"PARVEST Bond World Emerging" Receiving sub-fund
Investment manager	BNP PARIBAS ASSET MANAGEMENT UK Ltd.	BNP PARIBAS ASSET MANAGEMENT UK Ltd.
Investment objective	Increase the value of its assets over the medium term.	Increase the value of its assets over the medium term.
Investment policy	This sub-fund invests at least 2/3 of its assets in bonds, debt securities or other similar securities issued by emerging European countries (defined as non OECD European countries prior to 1 January 1994 together with Turkey and Greece) or by companies that have their registered offices or conduct a majority of their business activities in these countries, as well as in financial derivative instruments on this type of asset. The remaining portion, namely a maximum of 1/3 of its assets, may be invested in any other transferable securities, money market instruments, financial derivative instruments or cash, and up to 10% of its assets may be invested in UCITS or UCI. In order to reduce risk, the Company and the manager will adopt a diversification strategy for this sub-fund: * In terms of geographical region, investments will be limited to 30% of its assets per country, with an overall maximum of: - 100% in securities denominated in hard currencies, - 70% in securities denominated in local currencies, - 10% in notes and warrants on debt securities. * To reduce interest rate risk, the sub-fund may reduce its exposure by selling futures on U.S. Treasury bonds, particularly for hedging "Emerging Countries" fixed-rate, USD-denominated bonds. Nevertheless, these transactions entered into for hedging purposes shall not result in a reduction or increase of the investment limits calculated for the sub-fund. The risk of a transaction of this type is the inverse of the price difference between U.S. Treasury debt securities and "emerging country" USD-denominated debt ("country spread" increase).	The sub-fund invests at least 2/3 of its assets in bonds and/or securities treated as equivalent issued by emerging countries (Non OECD countries as at 01/01/1994 and Turkey and Greece), and by companies that have their registered office in, or conduct a significant proportion of their business in, one of these countries, and also in financial derivative instruments on this type of asset. The remaining portion, namely a maximum of 1/3 of its assets, may be invested in any other transferable securities, money market instruments, financial derivative instruments or cash, and also, within a limit of 10% of the assets, in UCITS or UCIs. After hedging, the sub-fund's exposure to currencies other than USD will not exceed 5%.

Expected Leverage	0.50 with Relative VaR Benchmark: JPM [50% GBI-EM Global Diversified Europe + 50% Euro EMBI Divers. Europe] (EUR)	0.50 with Relative VaR Benchmark: JPM EMBI Global Diversified
Summary of differences for: • Investment policies • Investment Strategy • Asset Allocation	The investments of the "Bond World Emerging" Receiving sub-fund are more diversified and are spread over around 40 countries (situation end Feb-2017) than those of the "Bond Europe Emerging" Merging sub-fund (around 14 countries). Europe Emerging represents only 15% of the assets (end Feb-2017 figures) of the Receiving sub-fund and the assets selected by the asset manager for this market into the Receiving sub-fund are not the same as those in the portfolio of the Merging sub-fund. The Receiving sub-fund is more exposed to the hard currency (1) (100%) than the Merging sub-fund (around 50%). (1) AUD, CAD, CHF, EUR, GBP, JPY, USD	
Accounting Currency	EUR	USD

Specific Market Risk, Investor Type Profile, fee structures and NAV cycle are the same in both Merging and Receiving sub-funds.

7) Tax Consequences

We are delighted to announce that this merger will have no Luxembourg tax impact.

However, in accordance with the European Directive 2011/16 the Luxembourg tax authority will directly report to the tax authority of your country of residence the total gross proceeds you may receive from the exchange of shares following this merger.

For more tax advice or information on possible tax consequences associated with this merger, we recommend you to contact your local tax advisor or authority.

8) Right to redeem the shares

As shareholders of Merging or Receiving sub-funds, you have the following options:

1. Should you are comfortable with this Merger, you do not need to take any action,
2. Should you not approve this Merger, you have the possibility to request the redemption of your shares free of charge until the cut-off time, on Friday 21st July 2017,
3. In case of any question, please contact our Client Service (+ 352 26 46 31 21 / AMLU.ClientService@bnpparibas.com).

If your shares are held by a clearing house, we advise you to enquire about the specific terms applying to subscriptions, redemptions and conversions made via this type of intermediary.

9) Other information

All expenses related to this merger (including audit fees) will be borne by BNP PARIBAS ASSET MANAGEMENT Luxembourg, the Management Company, excepted costs associated with the rebalancing of the portfolio which will be charged to the Receiving sub-fund.

The assets of the Merging sub-fund not issued in hard currencies will be redeemed before the merger and the corresponding value transferred in cash into the receiving sub-fund. Besides, the asset manager could be brought to adapt assets issued in hard currencies to align the Merging portfolio on the asset allocation of the Receiving sub-fund. The costs associated with this rebalancing will be charged to the Receiving sub-fund.

As any merger, this operation may involve a risk of performance dilution into the Receiving Sub-fund, especially as consequence of the differences of strategies (summarised in the table on above point 6) and of the portfolios rebalancing (above alinea).

The merging operation will be validated by PricewaterhouseCoopers, Société Coopérative, the auditor of the Company.

If you enquire about the merger ratio, you can find them on the website www.bnpparibas-am.com as soon as they are known.

If you enquire for corporate documents, such as the Annual and Semi-Annual Report and the legal documents of the Company, as well as the KIIDs of both sub-funds, and the Custodian and the Auditor reports regarding this operation, you can ask them to the Management Company. The KIIDs of the Receiving sub-fund are available on the website www.bnpparibas-am.com where you are invited to acquaint with them.

This notice will also be communicated to any potential investor before subscription

Please refer to the Prospectus of the Company for any term or expression not defined in this notice.

The Boards of Directors