

SPARINVEST SICAV
Société d'investissement à capital variable - société anonyme
Registered office: 2, Place de Metz, L-1930 LUXEMBOURG
R.C.S. Luxembourg: B 83.976
(the "Company")

**NOTICE TO SHAREHOLDERS OF THE SUB-FUND
SPARINVEST SICAV - VALUE BONDS - SHORT DATED HIGH YIELD**

Luxembourg, 13 August 2018

Dear Shareholder,

The board of directors of the Company has decided to merge the sub-funds "SPARINVEST SICAV - HIGH YIELD VALUE BONDS SHORT DURATION 2018" and "SPARINVEST SICAV - VALUE BONDS 2018 - 50/50" (the "Merging Sub-Funds") into the sub-fund "SPARINVEST SICAV - VALUE BONDS - SHORT DATED HIGH YIELD" (the "Receiving Sub-Fund") due to the approaching maturity dates of the Merging Sub-Funds.

The Merging Sub-Funds have, except for the fixed maturity date, a similar investment objective and policy. For efficient fund management purposes, the assets of the Merging Sub-Funds and the Receiving Sub-Fund shall be amalgamated so that, following the merger, shareholders of all sub-funds will benefit from the merger in terms of economies of scale.

The merger will be carried out on 21 September 2018 in accordance with applicable Luxembourg laws (the "Merger").

Main impact of Merger	<ul style="list-style-type: none">• None
Potential benefits	<ul style="list-style-type: none">• Growth in assets• More efficient fund management• Economies in scale
Potential disadvantages	<ul style="list-style-type: none">• None
Other considerations	<ul style="list-style-type: none">• No rebalancing of the portfolio of the Receiving Sub-Fund will be required in connection with the merger.• Any accrued income from the Merging Sub-funds will be transferred to the Receiving Sub-Fund at the merger and will be continued with the same value in the Receiving Sub-Fund.• Any legal, advisory or administrative costs associated with the preparation and completion of the Merger will be borne by the management company Sparinvest S.A..• Performance information for the Merging and Receiving Sub-Funds can be found in the relevant KIID or factsheet which is available at sparinvest.lu• We recommend that shareholders seek independent tax and investment advice before making any final decision about their holdings affected by the merger.

Shareholders, who do not wish to keep their investment in the Receiving Sub-Fund following the Merger, may convert their shareholding to a different sub-fund or redeem their investment free of conversion or redemption charges until 14 September 2018 at 5 p.m..

A copy of the merger report issued by the Company's auditor, the common merger proposal as well as the statement of the Company's depositary bank are available upon request and free of charge.

Please contact Sparinvest S.A. for further information or in case of questions.

On behalf of the board of directors of the Company