NATIXIS AM FUNDS
Société d'investissement à capital variable
Registered Office : 5 allée Scheffer, L-2520 Luxembourg
Grand-Duché de Luxembourg
R.C.S. Luxembourg B 177 509
(the "SICAV")

NOTICE TO SHAREHOLDERS

NOTICE TO SHAREHOLDERS OF THE SUB-FUND OSTRUM TOTAL RETURN SOVEREIGN

Luxembourg, 24 July 2026

Merger of the Ostrum Total Return Sovereign sub-fund of Natixis AM Funds into Ostrum Euro Bonds 1-3, a French FCP (the "**Merger**")

Dear Shareholders,

Shareholders are hereby informed of the intended merger by absorption of Ostrum Total Return Sovereign, the "**Merging Sub-Fund**", with the French FCP (*Fonds Commun de Placement*) Ostrum Euro Bonds 1-3, the "**Receiving Fund**".

NATIXIS AM FUNDS is established as a SICAV and authorized as a UCITS under Part I of the 2010 Law and having Natixis Investment Managers International as management company and Ostrum Asset Management notably as Delegated Investment Manager, a BPCE group company. Ostrum Asset Management is also the Delegated Investment Manager of the Merging Sub-Fund

Ostrum Euro Bonds 1-3 is an undertaking for collective investment in transferable securities ("**UCITS**") set up under the legal form of a *Fonds commun de Placement* governed by French Law approved by the *Autorité des Marchés Financiers* on 26th August 1993 and having Ostrum Asset Management as Management Company and Delegated Investment Manager.

Natixis Investment Managers International, the board of directors of the SICAV (the "**Board**") in coordination with Ostrum Asset Management have decided to merge Ostrum Total Return Sovereign, a sub-fund of Natixis AM Funds into Ostrum Euro Bonds 1-3 (the "**Merger**") in order to simplify the product range.

The Merger aims to restructure the range of collective investment undertakings managed by Natixis Investment Managers International as management company and Ostrum AM as investment manager. The core investment exposure of the Receiving Fund is similar to the Merging Sub-Fund. Given the size of the Merging Sub-Fund and the Receiving Fund and the similarity in investment approaches between the Merging Sub-Fund and the Receiving Fund, Shareholders in the Merging Sub-Fund and Unitholders in the Receiving Fund will benefit from a Merger between the funds. Shareholders in the Merging Sub-Fund will be merged into a fund which will give them, as unitholders, access to a broadly similar investment approach.

The risk/return profile of the Merging Sub-Fund is expected to be similar from the one of the Receiving Fund.

In accordance with the provisions of the prospectus of the SICAV (the "**Prospectus**"), the effective date of the Merger (the "**Effective Date**") shall be determined by the shareholders of the Merging Sub-Fund during a general meeting of shareholders for which resolutions will be adopted with no quorum requirement and at a simple majority of the votes cast.

In addition to the above, shareholders should note that the Receiving Fund is regulated in France by the *Autorité des marchés financiers* and established under the form of a *fonds commun de placement;* hence it is not governed by the provisions of any Luxembourg corporate law. As such, shareholders of the Merging Sub-Fund, when becoming unitholders of the Receiving Fund, will no longer benefit from the rights deriving from their current qualification as shareholder *e.g.* they will no longer be convened to any general meetings with regard to the Receiving Fund and will not have any voting rights in relation thereto.

For further details with regard to the differences existing between the Merging Sub-Fund and the Receiving Fund, shareholders are invited to consult the **Appendix** to this notice.

The Merger will consist of the transfer of all the Merging Sub-Fund's assets and liabilities, including any accrued income, to the Receiving Fund in exchange for the issue of units in the Receiving Fund to the shareholders of the Merging Sub-Fund, with a simultaneous cancellation of their shares in the Merging Sub-Fund.

As a result of the Merger, the Receiving Fund will hold the assets and liabilities currently held by the Merging Sub-Fund. The Merging Sub-Fund will cease to exist as a result of the Merger and will thereby be dissolved on the Effective Date without going into liquidation.

On the Effective Date, shareholders of the Merging Sub-Fund will receive units of the Receiving Fund (the "**New Units**"). The number of New Units to be issued will be based on exchange ratios calculated in accordance with the valuation principles attributable to the valuation of assets and liabilities in the Receiving Fund and the Merging Sub-Fund, respectively. Any accrued income in the Merging Sub-Fund will be included in the net asset value calculations and will form part of the assets being transferred to the Receiving Fund. The exchange ratios applicable to the issuance of new units of the Receiving Fund will be calculated by dividing the net asset value per share of the relevant class of shares of the Merging Sub- Fund by the net asset value per unit of the relevant class of unit of the Receiving Fund.

Since the reference currency of the merging classes of the Merging Sub-Fund and the Receiving Fund is the same, no exchange rate will need to be applied in order to calculate the number of units of the Receiving Fund to be issued on the Effective Date in exchange for such existing shares of the Merging Sub-Fund.

You will find below the comparative table between Merging Sub-Fund/Receiving Fund' Shares, respectively Units:

Merging Share Classes	ISIN code	Receiving Unit Classes	ISIN code
Class I/A (EUR)	LU0935219609	I/C	FR0010208421
Class SI/A (EUR)	LU1117699071	I/C	FR0010208421
Class N/A (EUR)	LU1117699402	N/C	FR0013311081
Class R/A (EUR)	LU0935220284	R/C	FR0010657387
Class N1/A (EUR)	LU1787469011	-	-
Class N-NPF/A (EUR)*	LU2552403078	-	-
Class N/D (EUR)*	LU1117699584	-	-
Class R-NPF/A (EUR)*	LU2552403151	-	-
Class RE/A (EUR)*	LU0935220367	-	-

Class SI-NPF/A (H-USD) *	**LU2552403581**	**-**	**-**
Class SI-NPF/A (EUR)*	**LU2552403664**	**-**	**-**
Class I-NPF/A (EUR)*	**LU2552403318**	**-**	**-**
Class I NPF/A (H-USD) *	**LU2552403235**	**-**	**-**

*These share classes will be closed to subscription before the Merger.

Following receipt of the present Shareholders Notice, shareholders of the Merging Sub-Fund who no longer wish to hold shares of the Merging Sub-Fund and hence participate to the Merger may redeem their existing shares free of charge, on any Redemption Date of the Merging Sub-Fund (as defined in the Prospectus), prior to the Merger until 15 September 2026 by sending a redemption request to CACEIS Bank, Luxembourg Branch, 5, Allée Scheffer, L-2520 Luxembourg, as administrator to Natixis AM Funds, prior to the Cut-Off Time of the Merging Sub-Fund (as defined in the Prospectus).

The existing shares shall then be redeemed at the net asset value per share applicable on the relevant Redemption Date.

New Units in the Receiving Fund to be allocated to shareholders of the Merging Sub-Fund as part of the Merger will be free of any initial sales charge, redemption fee or switching commission.

For the smooth running of the Merger, subscription, redemption and/or conversion orders on the Merging Sub-Fund will be discontinued as from five (5) Business Days prior to the Effective Date *i.e.*15 September 2026 at 1:30 pm. The passages of orders restart as from the Effective Date according to the terms of subscriptions, redemptions and/or conversions indicated in the prospectus of the Receiving Fund.

In accordance with "General Information" - "Merger of the SICAV or any Sub-Fund with Other Sub-Funds or UCITS", the Board of Directors will decide on the merger and the shareholders of the Merging Sub-Fund will decide upon the Effective Date.

The Merging Sub-Fund's supervisory authority (the *Commission de Surveillance du Secteur Financie*r, the "**CSSF**") has approved the Merger on 17 July 2026. The Merger is planned to be effective on 22 September 2026 (the "**Effective Date**"), such date being confirmed during the general meeting of shareholders to be held on 7 September 2026.

Ostrum AM will proceed to a rebalancing of the portfolio of the Merging Sub-Fund before the Merger takes effect. A performance fee will be crystallised - if any - on the Merging Sub-Fund on the Date of Effect equal to 15% of the difference between the Valued Asset and the Reference Asset (as defined in the SICAV's Prospectus).

The expenses linked to the Merger shall be borne by Natixis Investment Managers International.

Appendix

Key Features Comparison Table

The following is a comparison of the principal features of the Merging Sub-Fund and the Receiving Fund. Full details are set out in the Receiving Fund's prospectus and shareholders are also advised to consult the KID of the Receiving Fund.

Feature	Merging Sub-Fund Natixis AM Funds – OSTRUM TOTAL RETURN SOVEREIGN	Receiving Fund OSTRUM EURO BONDS 1-3
Company / Fund	Natixis AM Funds	Natixis Investment Managers International
Sub-fund or FCP	OSTRUM TOTAL RETURN SOVEREIGN	OSTRUM EURO BONDS 1-3
Type of Fund	UCITS	UCITS
Legal form	*Société anonyme* qualifying as *société d'investissement à capital variable*, subject to Part I of the 2010 Law and to the 1915 Law	*Fonds commun de placement* governed by French Law
Reference currency of the Sub-Fund or the FCP	EUR	EUR
Reference currency at share classes / units level	EUR	EUR
Management Company	Natixis Investment Managers International, acting as a UCITS Management Company	Natixis Investment Managers International, acting as a UCITS Management Company
Investment Manager	OSTRUM ASSET MANAGEMENT	OSTRUM ASSET MANAGEMENT
Investment Advisor	None	None
Depositary	Brown Brothers Harriman	CACEIS BANK
Central Administration	Brown Brothers Harriman	CACEIS BANK
Valuation and Dealing	Each full bank business day in both Luxembourg and France.	The net asset value is calculated and published daily, with the exception of public holidays as defined by Article 3133-1 of the French Labour Code and days on which the Paris stock exchange is closed.
Dealing Days	Subscription, redemption or conversion are processed any full bank business day in both Luxembourg and France. Applications received by the SICAV's Registrar and Transfer Agent before 1:30 p.m. Luxembourg time on any full bank business day in both Luxembourg and France will be processed on such day. Applications received after 1:30 p.m. Luxembourg time will be processed on the following full bank business day in both Luxembourg and France.	Subscription and redemption orders are received at any time and centralised each net asset value calculation day (J) by 12:30 p.m. at the latest. These orders are executed on the basis of this net asset value.

Investment Objective and Policy	**<u>Investment Objective</u>** The investment objective of the Merging Sub-Fund is to outperform the daily-capitalized €STR over its recommended minimum investment period of 12 months by more than 1% and implementing a Socially Responsible Investment (SRI) strategy. For hedged Share Classes, the daily-capitalized €STR is adjusted to the difference between the relevant Share Class currency interest rate (as described in the section "Hedging Policy" in the Chapter "**Error! Reference source not found.**" of the Prospectus) and the Euro zone interest rate (Euribor 1 month) over its recommended minimum investment period of 12 months by more than 1%. The Merging Sub-Fund is actively managed. The Merging Sub-Fund's performance may be compared to the Reference Index. In practice, the portfolio of the Merging Sub-Fund is likely to include constituents of the Reference Index, but the Investment Manager has full discretion in the selection of the securities comprising the portfolio within the limits of the Merging Sub-Fund's investment policy. However, it does not aim to replicate that Reference Index and may therefore significantly deviate from it. The Reference Index can be used to determine the performance fee that will possibly be levied. The Reference Index does not intend to be consistent with the environmental or social characteristics which will be promoted by the Merging Sub-Fund. **<u>Investment Policy</u>** ***Investment Strategy*** The Merging Sub-Fund constitutes a bond investment which aims to take profit from all configurations of fixed-income markets, over a one-year horizon. By investing in bonds or money-market securities, it implements several fixed income strategies: carry, modified duration, curve and relative value. The portfolio of the Merging Sub-Fund contains two distinct strategies: - a dynamic strategy: based on fixed-income instruments and derivatives and has for objective to generate a outperformance by capturing opportunities with a short term time horizon (from a few days to a few months). They can occur with directional and relative value positions. Several strategies can be implemented in the Merging Sub-Fund: - directional rate exposition; - a long/short duration strategy to optimize the overall the Merging Sub-Fund's performance based on sovereign and inflation rate anticipation; - strategies on sovereign rate curve:	**<u>Investment Objective</u>** The Receiving Fund's objective is to seek to outperform the Bloomberg Euro Aggregate Treasury 1-3 year index over the minimum recommended investment period of more than two years. The Receiving Fund is not index-linked, its performance may differ significantly from the benchmark, depending on the management decisions taken." **<u>Investment Policy</u>** **<u>Strategies used to achieve the performance objective</u>:** The Receiving Fund invests in securities issued or guaranteed by countries in the European Economic Area (EEA), or issued by supranational agencies, whether they are fixed-rate, variable-rate or inflation-indexed securities. The securities comply with eligibility requirements for the LCR liquidity ratio: transferable assets of an extremely high credit quality (HQLA – High Quality Level Asset – Level 1) according to the manager's criteria. The Receiving Fund always has an ancillary cash component that is not eligible as such for the LCR ratio but allows requests for the purchase of units or shares to be met at all times and ensures the intrinsic liquidity of the fund.

- operate on the distortion of the curve with a directional or a neutral bias to the interest rate risk geared to the management team expectations
- a carry strategy: invests in sovereign issuers, agencies and supranational agencies through a "buy & hold" strategy.

In order to take advantage of the different conditions in the fixed-income market, the investment strategy is opportunistic and discretionary and will be based on a double allocation:

- within the "dynamic" strategy, an allocation between bonds and money-market securities; and
- between the "dynamic" strategy and the "carry" strategy in order to capture all scenarii associated with movements in interest rates.

The Merging Sub-Fund may invest in green bonds, social bonds, sustainability bonds and sustainability-linked bonds (in line with the environmental, social and governance (ESG) criteria integrated into its principal investment strategy).

This investment strategy has the following characteristics:

The portfolio is constructed by allocating sources of added value: active management of modified duration, active management of the yield curve, country selection and possible diversification into inflation-indexed securities or supranationals and agencies. This construction is based on tactical choices regarding the above criteria and the analysis of the relative value of the securities comprising the investment universe.

The main source of added value stems primarily from a rigorous and structured investment process with the aim of profiting from:

- the active management of the portfolio's modified duration (the process of selecting securities and using forward financial instruments to alter the portfolio's modified duration, and thus cause it to vary in relation to that of its benchmark index, within a range of 0 to 4 at its broadest and 1 to 3 in its target range);
- the active management of the yield curve: this consists of selecting the most attractive areas of the euro yield curve in terms of return and according to the yield curve distortion scenarios drawn up by management committees;
- the diversification of the portfolio, particularly via inflation-indexed bonds to anticipate changes in the level of inflation.

		Minimum	**Maximum**
Interest rate modified duration range		0	4
Distribution by geographical region of issuers*	EEA	0%	200%
	Outside EEA	0%	0%

*Calculations carried out as % of the Receiving Fund's Total Exposure

__Socially Responsible Investment (SRI) strategy__

The incorporation of non-financial criteria is a two-step process:

1. The non-financial analysis

The Receiving Fund takes non-financial criteria into account, including environmental, social and governance (ESG) criteria.

The exclusion policy is applied to the initial investment universe.

	Investment Guidelines The Merging Sub-Fund is essentially exposed to fixed-income securities denominated in euro and can be exposed to fixed income non-euro denominated securities for up to 20% of its assets.	The Receiving Fund applies the following non-exhaustive list of ESG policies put in place by Ostrum Asset Management: sectoral policies; exclusion policies; controversy management policies (including ethical controversies with the "Worst Offenders" policy, which includes governance issues). Ostrum Asset Management's ESG policies can be found on its website at www.ostrum.com After having excluded the most controversial issuers from the investment universe through the sectoral and exclusion policies implemented by the Investment Manager, the investment teams systematically assess, for each underlying issuer, whether non-financial factors have an impact on issuers' credit risk profile, both in terms of risk and opportunity, as well as their likelihood of occurrence. Non-financial factors are thus systematically incorporated into the risk assessment and the fundamental analysis of public issuers. Up to 100% of the portfolio may be composed of debt securities, including sovereign debt and debt securities other than green bonds. Excluding cash and derivatives, the securities that make up the portfolio (green and non-green borrowings from sovereign issuers, borrowings from quasi-public issuers – supranational agencies, national guarantee agencies and local authorities – and UCIs) are subject to an ESG assessment and qualified accordingly, in comparison with the benchmark universe. The green bonds, social bonds, sustainability bonds and sustainability-linked bonds that may be held by the UCITS must at least comply with the Green Bond Principles, the Social Bond Principles, the SBG (Sustainability Bond Guidelines) and the Sustainability-linked Bond Principles, respectively. These principles and guidelines are all published as part of the ICMA (International Capital Market Association) Principles and are available in the Sustainable Finance section of the association's website: https://www.icmagroup.org/sustainable-finance/. The proportion of issuers that have undergone an ESG analysis must be above 90% for sovereign debt issued by developed countries. The non-financial rating of countries is based on the Sustainable Development Goals (SDGs) which refer to 17 goals established by United Nations Member States that seek to guide international collaboration towards sustainable development.

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The Merging Sub-Fund is not exposed to equities.
The Merging Sub-Fund’s exposure to securities not denominated in euro represents less than 20% of its net assets.
The portfolio is constructed in order to respect a monthly ex ante maximum Value at Risk (“VaR”) of 5,5% corresponding to the statistical estimation, under normal market conditions, of the maximum potential loss of the portfolio within one month (20 business days) with a probability of 99%.
The modified duration of the portfolio may range from -4 to 4.
As regards the geographical area of the issuers, the exposure of the portfolio to the Euro Zone may range from 0% to 200%[1] and it may range from -200% to 200%[2] for the non-Euro zone exposure.
The Delegated Investment Manager relies on the appraisal of credit risk by its team and its own methodology.
In addition to this appraisal, bonds, with the exception of government bonds or those guaranteed by governments, must benefit from ratings[3] falling within the following ranges or an equivalent rating in accordance with the Delegated Investment Manager’s analysis:
<table>
<tr><th>Maturity of securities</th><th>Standard & Poors</th><th>Moody’s</th><th>Fitch Ratings</th></tr>
<tr><td>Less than 1 year</td><td>A-1+ or A-1</td><td>P-1</td><td>F1+ or F1</td></tr>
<tr><td>More than 1 year</td><td>AAA to AA-</td><td>Aaa to Aa3</td><td>AAA to AA-</td></tr>
</table>
Moreover, when the rating of a security already present in the portfolio deteriorates and falls below the minimum rating, the Delegated Investment Manager will examine the case for keeping the securities in the portfolio or disposing of them, while maintaining as its principal criterion the interests of the Shareholders.
The hedged Share Classes aim at hedging the net asset value against the fluctuation between the Reference Currency of the Merging Sub-Fund and the relevant hedging currency of a Share Class.
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The non-financial evaluation of sovereign and equivalent issuers (government agencies, local authorities etc.), carried out by the Investment Manager, is based on the SDG Index, which is based on the 17 SDGs. Available to all management teams, the SDG Index is published by the SDSN (Sustainable Development Solutions Network — a global UN initiative) and the Bertelsmann Stiftung (a foundation under German law) for sovereign securities.
The SDG Index collates all available data for each of the 17 SDGs and produces an evaluation report comparing countries’ performances. Its main role is to help each country (i) to identify priorities surrounding sustainable development and put in place an action plan, as well as (ii) to understand the challenges and identify weaknesses that need to be addressed in order to achieve the SDGs by 2030. The index also allows each country to compare itself with the region it belongs to, or with other “comparable” countries, which have been given similar ratings.
The SDG Index is a numerical score between 0 (the worst rating) and 100 (the best rating), which tracks the progress made by countries for each of the SDGs. The report drawn up by the SDG Index also shows the SDG Dashboards for each country covered.
In order to evaluate each of these goals, the SDG Index relies upon official data (provided by national governments or international organisations) and unofficial data (collected by non-state actors such as research institutes, universities, NGOs and the private sector). Half of the official data used comes from three organisations: the OCDE, WHO and UNICEF.
Investors can find more information on SDG Index’s website: https://www.sdgindex.org/.
2. Selection of issuers
The portfolio is built following a “Best-in-Universe” approach.
The portfolio’s average ESG rating must be higher than that of its investment universe.
Limitations of the approach: Environmental, social and governance (ESG) criteria are a consideration in
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[1] calculated as a percentage of the exposure of the Merging Sub-Fund

[2] calculated as a percentage of the exposure of the Merging Sub-Fund

[3] The applicable rating is the lowest rating according to S&P, Moody's or Fitch Ratings or an equivalent rating in accordance with the Delegated Investment Manager’s analysis, at the time of the acquisition of the relevant security. The rating considered will be the issue rating. In case of unavailable issue rating, the issuer rating will be applicable.

		the manager's decision-making, without however being a decisive factor. The Receiving Fund's non-financial approach could lead to underrepresentation of certain issuers due to poor ESG ratings. The Receiving Fund is not SRI-labelled.
	Investment in undertakings for collective investment The Merging Sub-Fund may invest up to 10% of its net assets into undertakings for collective investment.	***Holding of shares or units in other UCITS/AIF or investment funds:*** The Receiving Fund may hold units or shares in UCITS governed by French law up to a limit of 10% of net assets. These UCIs may be managed by the manager or an entity of the Natixis Investment Managers group. ***Assets used (excluding embedded derivatives):*** Excluding cash and units and/or shares of UCITS/AIFs, the Receiving Fund's assets consist exclusively of securities issued and/or guaranteed by member states of the EEA, denominated in euros. The Receiving Fund will not invest in securities representing private debt and will invest exclusively in sovereign or equivalent securities. Consequently, there is no minimum rating restriction for the securities in which the Receiving Fund invests. The Receiving Fund's investment universe comprises securities of extremely high credit quality (level 1 HQLA): securities issued and/or guaranteed by member states of the EEA., denominated in euros. The modified duration of the Receiving Fund's portfolio to interest rates moves within the following range: [0; 4]. The Receiving Fund may invest up to a maximum of 10% of its net assets in units and/or shares of the UCITS. These UCITS will be UCITS under French law within the "Monetary" and "Short-term monetary" classification defined by the AMF and may be UCITS managed by any Natixis Investment Managers entity.
	Use of Derivatives or Other Investment Techniques and Instruments The Merging Sub-Fund may use derivatives for hedging and investment purposes, as described under "Use of Derivatives, Special Investment and Hedging Techniques" below.	***Derivative instruments:*** The use of futures contracts, firm or conditional, traded on regulated markets, or over-the-counter, are an integral part of the investment process because of their very nature, their benefits in terms of liquidity and their cost-effectiveness ratio. The Receiving Fund many conduct transactions relating to futures markets traded on regulated markets, or over-the-counter, with a view to hedging its assets against the risk related to interest rates.

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<td>These transactions (as well as the temporary sale and purchase of securities) will be conducted subject to a commitment limit of 100% of the Receiving Fund’s net assets.

<u>Securities with embedded derivatives</u>:
The Receiving Fund will not invest in these financial instruments.

<u>Deposits</u>:
The Receiving Fund will not make any deposits.

<u>Cash borrowings</u>:
Pursuant to prevailing regulations, the Receiving Fund may borrow up to 10% of its net assets in cash, solely on an ad hoc basis when cash is required.</td>
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<td>SFDR classification</td>
<td>The Merging Sub-Fund promotes environmental or social characteristics but does not have as its objective a sustainable investment. It might invest partially in assets that have a sustainable objective, for instance qualified as sustainable according to the EU classification. For further information regarding the environmental or social characteristics promoted by the Merging Sub-Fund, please refer to the SFDR Annex.</td>
<td>This Receiving Fund promotes environmental, social and governance (ESG) criteria but does not have sustainable investment as its objective. It may partially invest in assets with a sustainable objective, such as those defined by the EU classification system.</td>
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<td>Use of Securities financing transactions (SFTs)</td>
<td>Under certain circumstances (as further described below), the Merging Sub-Fund may enter into securities lending transactions, repurchase transactions for efficient portfolio management purposes and reverse repurchase transactions for the purpose of replacing the collateral received in cash as described in the following sections “Repurchase Agreements” and “Securities Lending and Borrowing” in the chapter entitled “USE OF DERIVATIVES, SPECIAL INVESTMENT AND HEDGING TECHNIQUES”

The Merging Sub-Fund will enter into repurchase transactions, reverse repurchase transactions and securities lending operations opportunistically and depending on market conditions, in circumstances where Ostrum AM considers that the composition of the portfolio, the type of the strategy and market conditions allow the Sub-Fund to generate additional capital or income.

When entering into repurchase transactions and securities lending, the Merging Sub-Fund will generally seek to reinvest the cash collateral received in eligible financial instruments (including reverse repurchase transactions) or remunerated deposits that provide greater return than the financial costs incurred when entering into these transactions.

The Merging Sub-Fund’s exposure to:
(i) the repurchase transactions is generally expected to represent approximately 20% of its net assets and will not exceed 50% of its net assets;
(ii) the reverse repurchase transactions is generally expected to represent approximately 10% of</td>
<td><u>Temporary purchases and sales of securities</u>:
The manager may carry out temporary purchases or sales of securities (also known as securities financing transactions), subject to a limit of 100% of the assets. It is expected that 0% of the assets under management will be subject to securities financing transactions.

<table>
<tr><td colspan="2">Types of transactions used</td></tr>
<tr><td>Repurchase and reverse repurchase agreements in accordance with the French Monetary and Financial Code</td><td><u>X</u></td></tr>
<tr><td>Securities lending and borrowing in accordance with the French Monetary and Financial Code</td><td><u>X</u></td></tr>
<tr><td>Other</td><td></td></tr>
</table>

<table>
<tr><td colspan="2">Types of operations, all of which must be limited to the achievement of the management objective</td></tr>
<tr><td>Cash management</td><td><u>X</u></td></tr>
<tr><td>Optimisation of the Receiving Fund’s income and performance</td><td><u>X</u></td></tr>
<tr><td>Other</td><td></td></tr>
</table>

Information on the use of temporary sales and purchases of securities:

The purpose of using temporary sales of securities is to obtain an additional return for the Receiving Fund and therefore to contribute to its performance. Furthermore, the Receiving Fund may enter into repurchase agreements as part of the reinvestment</td>
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	its net assets and will not exceed 50% of its net assets; and (iii) the securities lending operations is generally expected to represent approximately 20% of its net assets and will not exceed 50% of its net assets. The principal amount of the Merging Sub-Fund's assets that can be subject to SFTs described above may represent a maximum of 50% of the net asset value of the Merging Sub-Fund.	of cash collateral and/or reverse repurchases to meet liquidity needs. ***Contracts constituting collateral:*** In connection with the conclusion of financial contracts and/or securities financing transactions, the Receiving Fund may receive/pay collateral in the form of a transfer of the full ownership of securities and/or cash. Securities received as collateral must meet the criteria laid down by the regulations and must be granted by credit institutions or other entities that meet the legal, country and other financial criteria set out in the French Monetary and Financial Code. The level of collateral and the discount policy are set by the Management Company's eligibility policy for collateral in accordance with the regulations in force, and include the following categories: - Cash collateral in various currencies according to a predefined list, such as the euro and the USD; - Collateral as debt or equity securities on the basis of a specific classification. The eligibility policy for collateral explicitly defines the level of collateral required and the discounts applied to each type of collateral on the basis of rules that depend upon their specific characteristics. In accordance with the regulations in force, it also specifies the rules for the diversification of risks, correlation, appraisal, credit quality and regular stress tests on the collateral's liquidity. In accordance with the conditions set out in the regulations, in the event that collateral is received in cash, it must only be: - placed on deposit; - invested in high quality government bonds; - used in a delivered repurchase agreement; - invested in medium-term monetary undertakings for collective investment (UCI) Collateral other than in cash received may not be sold, reinvested or pledged as security. In accordance with the valuation rules laid down in this prospectus, the manager will conduct a daily valuation of received collateral on a mark-to-market basis. Margin calls will be made on a daily basis. The collateral received by the Receiving Fund will be held by the Receiving Fund's depositary or, failing that, by any third-party depositary that is subject to prudential supervision and that has no connection with the provider of the collateral.

		The risks associated with securities financing transactions, financial contracts and the management of collateral are described in the risk profile section.
Typical Investor Profile	The Merging Sub-Fund is suitable for institutional and retail investors who: • are looking for an exposure to the OECD and EEA fixed-income market; • can afford to set aside capital for at least 12 months; and can accept capital losses.	The profile of the typical investor is as follows: - investors who are required to invest in securities issued or guaranteed by Member States of the European Community or parties to the Agreement on the European Economic Area; or - investors wishing to benefit from the security and liquidity of securities issued or guaranteed by Member States of the European Community or parties to the Agreement on the European Economic Area.
Global Exposure	Absolute Value at Risk approach	Commitment approach
Synthetic Risk Indicator (SRI)	2	2
Specific Risk Factors	• Capital loss; • Debt securities; • Changing interest rates ; • Credit; • Financial Derivatives Instruments; • Leverage; • Counterparty; • Below investment grade securities or unrated securities; • ESG Driven Investments; • Sustainability Risks.	• Capital loss; • Changing interest rates • Credit risk; • Benchmark deviation risk; • Counterparty risk; • Management technique risk; • SFT and collateral management risk; • Sustainability risk.
Management Fee	SI Shares: 0.10% p.a. SI-NPF Shares: 0.20% p.a. I Shares: 0.25% p.a. I-NPF Shares: 0.35% p.a. N Shares: 0.25% p.a. N-NPF Shares: 0.35% p.a. N1 Shares: 0.25% p.a. RE Shares: 0.80% p.a. R Shares: 0.40% p.a. R-NPF Shares: 0.50% p.a	R/C Unit: up to 0.60% (including V.A.T.) I/C Unit: up to 0.30% (including V.A.T.) N/C Unit: up to 0.40% (including V.A.T.)
Annual subscription tax	0.01% per year of the Sub-Fund's net asset value with respect to Share Classes I, I-NPF, SI, SI-NPF. 0.05% per year of the Sub-Fund's net asset value with respect to Share Classes R, R-NPF, RE, N1, N, N-NPF.	N/A
Performance Fee	When applicable, 15% rate calculated and paid as described in section "Charges and Expenses" of the SICAV's Prospectus.	None
Subscription Fee	SI Shares: None SI-NPF Shares: None I Shares: None I-NPF Shares: None N Shares: up to 2.50% N-NPF Shares: up to 2.50% N1 Shares: None	R/C Unit: 3% I/C Unit: None N/C Unit: 3% Subscriptions transactions carried out by the same unitholder on the basis of the same net asset value and relating to the same number of units/shares.

	RE Shares: None R Shares: up to 2.50% R-NPF Shares: up to 2.50%	
Redemption Fee	None	None
Conversion Fee	None	None
Initial Investment Minimal	SI Shares: EUR 25.000.000 SI-NPF Shares: EUR 25.000.000 I Shares: EUR 50.000 I-NPF Shares: EUR 50.000 N1 Shares: EUR 500.000 N, N-NPF, RE, R, R-NPF	R/C Unit: One ten-thousandth of a Unit I/C Unit: EUR 10,000 N/C Unit: One ten-thousandth of a Unit
Minimum Holding	SI Shares: EUR 25.000.000 SI-NPF Shares: EUR 25.000.000 I Shares: 1 Share I-NPF Shares: 1 Share N, N1, N-NPF, RE, R, R-NPF Shares: None	N/A
Accounting year dates	1 July and 30 June each year	Financial year-end date: Last trading day of the Paris Stock Exchange in March
Ongoing charges figure (OCF)	SI/A Merging Share Class: 0.21% SI-NPF/A Merging Share Class: 0.21% I/A Merging Share Class: 0.36% I-NPF/A Merging Share Class:0.36% N/A, N/D Merging Share Class: 0.50% N-NPF/A Merging Share Class: 0.50% N1/A Merging Share Class: 0.36% RE/A Merging Share Class: 1.05% R/A Merging Share Class: 0.65% R-NPF/A Merging Share Class: 0.65%	R/C Unit: 0.52% I/C Unit: 0.20% N/C Unit: 0.50%
Benchmark	Daily-capitalized Euro Short-Term Rate (€STR) Performance of each hedged Share Class is compared to the performance of the Reference Index adjusted to the difference between the Share Class currency interest rate4 and the Euro zone interest rate (Euribor 1 month).	The benchmark indicator representing the Receiving Fund's management universe is the Bloomberg Euro Aggregate Treasury 1-3 year index (closing price). This index is representative of the performance of Eurozone government bonds with a maturity of between 1 and 3 years. Information on the Bloomberg Euro Aggregate Treasury 1-3 year index is available at https://www.bloomberg.com. As of the date of this prospectus, the administrator of the benchmark index is not recorded on the register of administrators and benchmark indices held by ESMA. In accordance with Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016, the Management Company has a procedure for monitoring the reference indices that it uses, wherein the measures to be implemented in the event of a substantial change to an index, or of that index no longer being provided, are described. The reference index as defined by Regulation (EU) 2019/2088 on sustainability reporting in the financial

[4] The Share Class currency interest rate applicable to the currency of the hedged share class concerned is listed in section "Hedging Policy" in the Chapter "Subscription, Transfer, Conversion and Redemption of Shares".

		services sector (known as the "SFDR Regulation") does not intend to seek alignment with the environmental or social ambitions promoted by the Receiving Fund.

A copy of the reports of KPMG Luxembourg S.A. as authorised and independent auditor, referred to in article 71(1) of the 2010 Law, as well as of the depositaries' attestations, referred to in article 70 of the 2010 Law, are available free of charge and upon request to CACEIS Bank, Luxembourg Branch, 5, Allée Scheffer, L-2520 Luxembourg.

Shareholders are advised to consult their professional advisers concerning possible taxation consequences of (i) the Merger; and (ii) redeeming their existing shares, under the laws of their country of incorporation, establishment, citizenship, residence or domicile, and in the light of their particular circumstances.

The Key Information Document (KID) of the Receiving Fund, the prospectus of the Receiving Fund the management regulations and the most recent reports, which fully describe the features of the Receiving Fund, may be obtained free of charge:

- At the registered office of Natixis Investment Managers International:
  43 avenue Pierre Mendès France, CS 41432
  75648 Paris Cedex 13, France
- Or on the website www.im.natixis.com
- Or at the registered office of the Depositary, Administrative Agent, Paying Agent, Listing Agent, Domiciliary and Corporate Agent and Registrar and Transfer Agent office:
  CACEIS Bank 12 place des États-Unis - CS 40083 - 92549 Montrouge CEDEX

The Board of Directors of Natixis AM Funds