

		
	Benchmark regulation	

Regulation (EU) 2016/1011 (the “European Regulation on benchmarks”)

The main purpose of Regulation (EU) 2016/1011 (the “European Regulation on benchmarks”) is to ensure the integrity of the indices used as benchmarks in the context of instruments and contracts by ensuring the transparency of their determination process and by preventing the risks of manipulation.

What happens in case of substantial modification or removal of the indices?

The European Regulation on benchmarks requires the Management Company to produce and maintain robust written plans setting out the actions that it would take in the event that a benchmark (as defined by the EU Benchmark Regulation) materially changes or ceases to be provided.

In this latter case, the management company and the board of directors of the fund will identify without delay a new benchmark and submit the change of benchmark to the CSSF in case of a supervised fund. Further to CSSF’s approval, the change of benchmark will be immediately communicated to the investors and the prospectus will be updated accordingly.

In case of a fund non supervised by the CSSF, the management company together with the board of directors of the fund will without delay identify an alternative benchmark. Further to the board of directors approval of the updated prospectus with the new benchmark, the change of benchmark will be immediately communicated to the investors.