

Danske Invest Allocation
Société d'Investissement à Capital Variable
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Notice to Shareholders of the Funds

Danske Invest Allocation – Horisont Aktie
Danske Invest Allocation – Stable Income

Luxembourg, **06 February 2019**

Dear Shareholders,

We would like to inform you that (a) Danske Invest Management Company (the "**Management Company**") acting as the designated management company of Danske Invest Allocation, an investment company with variable capital (*société d'investissement à capital variable*), (b) the board of directors of Danske Invest SICAV (the "**DIS Board**"), and (c) the board of directors of Danske Invest Allocation (the "**DIA Board**") have decided to proceed with the merger (the "**Merger**") of funds of Danske Invest SICAV and Danske Invest Allocation as listed in Annex 1 hereto and as further described below.

We hereby provide information to you on the envisaged Merger so as to enable you to make an informed judgement on the impact of the Merger on your investment.

You are advised to consult your own professional advisers as to the legal, financial and tax implications of the envisaged Merger under the laws of the countries of your nationality, residence, domicile or incorporation.

The Merger will take place on 15 March 2019 (hereinafter the "**Merger Date**").

1. The type of merger and the funds involved

The Merger shall be effected in accordance with Article 1(20)(a) and Chapter 8 of the Law of 17 December 2010 relating to undertakings for collective investment (the "**2010 Law**"), whereby each Merging Fund, on being dissolved without going into liquidation, will transfer all of its assets and liabilities to the corresponding Receiving Fund, in exchange for the issue to the shareholders of the Merging Fund shares of the Receiving Fund.

Both the Merging Funds and the Receiving Funds are existing funds in Danske Invest SICAV and Danske Invest Allocation. There will be no change to the Management Company, Depository or Registrar Agent as a result of the Merger. The main features of each Receiving Fund are similar as the Merging Fund that merges therewith. Material differences are shown in Annex 1 to this Notice to shareholders.

The merging funds (the "**Merging Fund(s)**") and receiving funds (the "**Receiving Fund(s)**"), collectively the "**Merging Funds**" are listed as follows;

Merging Funds		Receiving Funds	
Danske Invest SICAV Sverige Europa	merges with	Danske Invest Allocation Horisont Aktie	
Danske Invest Allocation Stable Income	merges with	Danske Invest SICAV Multi Asset Inflation Strategy	

2. Background and rationale for the merger

The DIS Board, the DIA Board and the Management Company have decided to merge the Merging Funds into the Receiving Funds in order to align and rationalise the fund offering of Danske Invest SICAV and Danske Invest Allocation and optimise the Luxembourg product range of Danske Group.

The DIS Board, the DIA Board and the Management Company consider that the Merging Funds have not sufficient investor demand and size to continue to operate in an economically efficient manner and that the merger of the Merging Funds into the Receiving Funds will increase efficient fund management.

3. Impact of merger on shareholders of the Merging and Receiving Funds

For shareholders of the Merging Funds, the Merger will result in such shareholders being, as of Merger Date, shareholders of the Receiving Fund. The Merger will be binding on all shareholders of the Merging Funds who have not exercised the right to request redemption or switch in accordance with section 7.

Specifically, the merger of each Merging Fund into the corresponding Receiving Fund will have the following consequences:

- i. all the assets and liabilities of the Merging Fund will be transferred to the relevant Receiving Fund;
- ii. the shareholders of a share class in the Merging Fund will become shareholders of a corresponding share class of the Receiving Fund on Merger Date;
- iii. the Merging Funds will cease to exist on Merger Date without going into liquidation.

As a consequence of the Merger, and provided that shareholders of the Merging Funds do not make use of their redemption/switch right, such shareholders will become investors in a different fund. The main differences between the Merging Funds and the Receiving Funds are set out in Annex 1.

The ongoing charges of each share class of the Receiving and Merging Funds are shown below:

ISIN	Merging fund	Ongoing charge	ISIN	Receiving fund	Ongoing charge
Danske Invest SICAV Sverige Europa			Danske Invest Allocation Horisont Aktie		
LU1349501459	Class SA	1.52%	LU1349504479	Class SA	1.62%
LU1349501707	Class SI	1.52%	LU1349504800	Class SI	1.62%
Danske Invest Allocation Stable Income			Danske Invest SICAV Multi Asset Inflation Strategy		
LU0130372484	Class Ap	1.00%	LU1916065078	Class A	1.17%
LU1269705874	Class A-sek hp	1.00%	LU1916064931	Class A-sek h	1.17%
LU1555306692	Class WAp	0.90%	LU1916065151	Class WA	0.72%

The Merger may have tax consequences for shareholders of the Merging Fund. Shareholders of the Merging Fund should consult their professional advisers about the consequences of this Merger regarding their tax situation.

No costs and expenses resulting from or incidental to the implementation of the Merger, or the termination of the Merging Funds, will be borne by the Merging Funds, shareholders of the Merging Funds, the Receiving Fund or shareholders of the Receiving Funds. Such costs will be borne by the Management Company.

On the implementation of the Merger, shareholders in the Receiving Funds will continue to hold the same shares in the Receiving Funds as before and there will be no change in the rights attached to such shares. The implementation of the Merger will not affect the fee structure of the Receiving Funds and will result neither in a change of the prospectus or KIIDs of the Receiving Funds.

On Merger Date, the aggregate net asset value of the Receiving Funds will increase as a result of the transfer of the Merging Funds' assets and liabilities.

4. Rights of the shareholders in relation to the merger

The shareholders of the Merging Funds and the Receiving Funds have the right to request, without any charge other than those to meet divestment costs, if any, the redemption of their shares in the Merging Funds. This right shall be limited to a period of thirty (30) days.

A copy of the following documents will be available on request and free of charge to shareholders of the Merging Funds at the Management Company's registered office during normal business hours:

- (i) these Common Terms of Merger;
- (ii) the last version of the prospectus of Danske Invest SICAV;
- (iii) the last version of the prospectus of Danske Invest Allocation;
- (iv) the latest version of the key investor information documents of the Receiving Funds;
- (v) the statement of the depositary of Danske Invest SICAV confirming that, in accordance with Article 70 of the 2010 Law, it has verified compliance of the points as described in Article 69, paragraph 1, points a), f) and g) with the requirements of the 2010 Law and the articles of incorporation of Danske Invest SICAV;
- (vi) the statement of the depositary of Danske Invest Allocation confirming that, in accordance with Article 70 of the 2010 Law, it has verified compliance of the points as described in Article 69, paragraph 1, points a), f) and g) with the requirements of the 2010 Law and the articles of incorporation of Danske Invest Allocation; and
- (vii) in accordance with Article 71 (1) of the 2010 Law, the report whereby the independent auditor validates (i) the criteria adopted for valuation of the assets and, as the case may be, the liabilities of the Merging Funds as of the day of the Merger, and (ii) the calculation method of the exchange ratio.

Without prejudice to the prior notice requirement and fee redemption/switch rights, implementation of the Merger is not subject to the prior approval of the shareholders of the Merging or the Receiving Funds.

5. Rebalancing of the portfolio of the Merging Funds before the mergers

A rebalancing of the portfolio of the Merging Funds may be undertaken five business days before Merger Date, due to differences between the investment objective and policy of the Merging Funds and the Receiving Funds. A rebalancing of the portfolio of the Merging Funds may result in the Merging Funds' non-compliance with its investment policy and investment re-

restrictions, since the investment manager of the Merging Funds may need to realise positions before Merger Date. Moreover, it may not be possible to directly transfer certain types of assets or derivative positions held by the Merging Funds to the Receiving Funds, due to operational limitations or restrictions of such transfer at Merger Date.

As the necessity for an eventual contemplated rebalancing of the portfolios of the Merging Funds has to be assessed individually for each of the Merging Funds, the details in relation to such portfolios as provided by the Management Company read as follows:

- *Danske Invest SICAV Sverige Europa* into *Danske Invest Allocation Horisont Aktie*: the geographical focus as a result of the Merger will be global as opposed to Swedish/European in its scope. The Receiving Fund is a fund of fund and the Investment Manager of the Merging Fund intends to redeem all positions during the dealing embargo. Since the rebalancing will occur before the Merger, nothing is expected to change at the level of the Receiving Fund after the Merger.
- *Danske Invest Allocation Stable Income* into *Danske Invest SICAV Multi Asset Inflation Strategy*: the Merging Fund currently holds FX Forwards and futures and the Investment Manager is cognisant of the requirements regarding the transfer of the assets due to Merger. Significant changes are expected during the dealing embargo in order to prepare for the portfolio of the Receiving Fund by the Merger. Since the rebalancing will occur before the Merger, nothing is expected to change at the level of the Receiving Fund after the Merger.

6. Valuation and exchange ratio

The number of new shares to be issued in the Receiving Funds to each shareholder of the Merging Funds will be calculated using an exchange ratio. The exchange ratio is calculated on the basis of the net asset value as of Merger Date of the shares of the Merging Funds and of the Receiving Funds. The net asset value per share in the Merging and the Receiving Funds will not necessarily be the same. Therefore, while the overall value of the shareholders' holdings in the Merging Funds will be the same, such shareholders may receive a different number of new shares in the Receiving Funds than the number of shares they had previously held in the Merging Funds.

Assets and liabilities of both the Merging Funds and the Receiving Funds will be valued on Merger Date, in accordance with the principles laid down in their constitutional documents.

The exchange ratio of each share class will be calculated by dividing the net asset value per share of the relevant share class of the Merging Funds with the net asset value per share of the relevant class of shares in the Receiving Funds.

For the avoidance of doubt, the relevant shares in the Merging Funds will be cancelled on Merger Date.

No cash payment shall be made to shareholders of the Merging Funds in exchange for the shares.

7. Procedural aspects and the effective date of the mergers

As above-mentioned, the merger of the Merging and Receiving Funds shall take effect on 15 March 2019. On this date, the assets and liabilities of each Merging Funds will be transferred to the Receiving Funds into which the respective Merging Funds will be transferred, shares in each Receiving Funds will be issued to the shareholders of the corresponding Merging Funds and the shares of the Merging Funds will be cancelled.

Any request for the subscription of shares of the Merging Funds will be accepted if they are received by the Registrar Agent prior the cut-off times as follows:

Merging Funds	Cut-off
Danske Invest SICAV Sverige Europa	2 pm CET, 7 February 2019
Danske Invest Allocation Stable Income	5.00 pm CET, 6 February 2019

After this cut-off time, the possibility to subscribe to the Merging Funds (in any share class) will no longer be possible.

Any requests for the switch and redemption of the shares of the Merging Funds will be accepted if they are received by the Registrar Agent prior the cut-off times as follows:

Merging Funds	Cut-off
Danske Invest SICAV Sverige Europa	2 pm CET, 8 March 2019
Danske Invest Allocation Stable Income	5.00 pm CET, 7 March 2019

After this cut-off time, the possibility to switch or redeem shares of the Merging Funds (in any share class) will no longer be possible.

Processing of subscription, switch and redemption orders of the Receiving Funds will be suspended on Merger Date. Consequently, any request for subscription, switch and redemption of the shares of the Receiving Funds received by the Registrar Agent before the cut-off times as set out below, will be processed on 18 March 2019.

Receiving Funds	Cut-off
Danske Invest Allocation Horisont Aktie	2 pm CET, 15 March 2019
Danske Invest SICAV Multi Asset Inflation Strategy	12 pm CET, 15 March 2019

After the Merger Date, any request for subscription, switch or redemption of the shares of the Receiving Funds will be accepted if they are received by the Registrar Agent before the relevant cut-off time referred to for each Receiving Fund in the relevant appendix of Danske Invest SICAV's prospectus or Danske Invest Allocation's prospectus.

8. Key investor information document

The shareholders shall consult the key investor information documents of the Receiving Funds that are available at the registered office of the Management Company or via www.danskeinvest.lu. We hereby invite shareholders to carefully read the key investor information documents of the relevant Receiving Fund before making any investment decision.

We remain at your disposal should you need any further explanation of the Merger of the Merging Funds with the Receiving Funds.

Yours faithfully,

Danske Invest Management Company

The board of directors of
Danske Invest SICAV

The board of directors of
Danske Invest Allocation

Annex 1

List of Merging and Receiving Funds and their specificities

Merging Funds		Receiving Funds
Fund	Danske Invest SICAV Sverige Europa	Danske Invest Allocation Horisont Aktie
Investment objective	To achieve above-market performance	To achieve above-market performance, while applying an opportunistic asset allocation strategy. Distribution shares — Each September, the fund intends (but does not guarantee) to distribute dividends that are between 4% and 6% above the level of Swedish inflation for the previous year (as measured by the Swedish Consumer Price Index).
Benchmark (for performance comparison)	1/2 SIX Return Index (gross dividends reinvested) and 1/2 MSCI Europe Index (gross dividends reinvested). Benchmark rebalanced annually on 1 January.	60% MSCI AC World (net dividends reinvested) and 40% SIX Portfolio Return Index (gross dividends reinvested). Benchmarks are rebalanced annually on 1 January.
Investment policy	<p>The fund invests mainly in European equities with a focus on Sweden. To a small extent, the fund may invest in equities from Eastern Europe and countries bordering Eastern Europe. Some Eastern European and non-European securities may be from emerging markets.</p> <p>Specifically, the fund invests at least two-thirds of net assets in equities and equity-related securities that are traded on a regulated market in Europe, or, if traded on a regulated market elsewhere, are issued by companies that are domiciled, or do most of their business, there.</p> <p>The fund defines its geographical area(s) as follows:</p>	<p>The fund gains exposure to equities by investing mainly in other funds. The fund may gain exposure to any sector and country, including emerging markets.</p> <p>Specifically, the fund may invest, directly or through UCITS (including UCITS ETFs) or UCIs, up to 100% of net assets in equities and equity-related securities.</p>

	<ul style="list-style-type: none"> · Europe: countries represented in the MSCI Europe Index plus Cyprus, Greece, Iceland, Lichtenstein, Luxembourg and Malta · Eastern Europe: Albania, Bosnia-Herzegovina, Belarus, Bulgaria, Croatia, Czech Republic, Estonia, Hungary, Kosovo, Latvia, Lithuania, Macedonia, Moldova, Montenegro, Poland, Romania, Serbia, Slovakia, Slovenia and Ukraine · countries bordering Europe: including but not limited to Armenia, Azerbaijan, Georgia, Kazakhstan and Turkey <p>The management company defines regulated markets as including Public Joint-Stock Company Moscow Exchange MICEX-RTS, PFTS Ukraine Stock Exchange, Ukrainian Exchange and Kazakhstan Stock Exchange.</p>	<p>The management company defines regulated markets as including Public Joint-Stock Company Moscow Exchange MICEX-RTS.</p>
Derivatives	The fund may use derivatives for hedging and efficient portfolio management, as well as for investment purposes.	The fund may use derivatives for hedging and efficient portfolio management, as well as for investment purposes.
Investor profile	<p>Designed for investors who understand the risks of the fund and plan to invest for at least 5 years.</p> <p>The fund may appeal to professional and retail investors with basic investment knowledge who:</p> <ul style="list-style-type: none"> · are looking for investment growth · are interested in a core equity investment (in particular within a SEK-based investment portfolio) · have a high risk profile · can bear significant temporary losses 	<p>Designed for investors who understand the risks of the fund and plan to invest for at least 5 years.</p> <p>The fund may appeal to professional and retail investors with basic investment knowledge who:</p> <ul style="list-style-type: none"> · are looking for investment growth · are interested in exposure to the global equity market, either as a core investment or for diversification purposes · have a high risk profile · can bear significant temporary losses
Main risks (typically associated with ordinary market conditions) (see the prospectus for explanations of the	<ul style="list-style-type: none"> • Active management • Concentration • Country risk – Russia and Ukraine • Currency • Derivatives 	<ul style="list-style-type: none"> • Active management • Country risk – Russia • Currency • Derivatives • Emerging and frontier markets

risks)	<ul style="list-style-type: none"> • Emerging markets • Equity • Hedging • Investment fund • Market • Securities handling 	<ul style="list-style-type: none"> • Equity • Hedging • Investment fund • Market
Main risks (typically associated with unusual market conditions) (see the prospectus for explanations of the risks)	<ul style="list-style-type: none"> • Counterparty and custody • Liquidity • Operational 	<ul style="list-style-type: none"> • Counterparty and custody • Liquidity • Operational
Management Company	Danske Invest Management Company	Danske Invest Management Company
Investment Manager	Danske Bank A/S	Danske Bank A/S
Sub-Investment Manager	N/A	N/A
Trading cut-off time	2.00 p.m. CET (or 10.00 a.m. CET on any day banks are open a half day in Sweden)	2.00 p.m. CET (or 10.00 a.m. CET on any day banks are open a half day in Sweden)
Share Class	Class SA	Class SA
Class Currency	SEK	SEK
ISIN	LU1349501459	LU1349504479
Ongoing charges / Total expense ratio	1.52%	1.62%
Switch fee (max)	0.00%	0.00%
Subscription fee (max)	0.00%	0.00%
Redemption fee (max)	0.00%	0.00%
Management fee (max)	1.39%	1.45%
Operating / Admin Fee (max)	0.17% (includes Luxembourg tax d 'abonnement and 0.02% custody and regulatory expenses)	0.25% (includes Luxembourg tax d 'abonnement and 0.02% custody and regulatory expenses)
Tax d 'abonnement	Included in the operating and admin fee (see above)	Included in the operating and admin fee (see above)
Performance fee	0%	0%
Risk and Reward Indicator (SRRI)	5	5
Swing pricing applies	No	No
Share Class	Class SI	Class SI
Class Currency	SEK	SEK

ISIN	LU1349501707	LU1349504800
Ongoing charges / Total expense ratio	1.52%	1.62%
Subscription fee (max)	0.00%	0.00%
Switch fee (max)	0.00%	0.00%
Redemption fee (max)	0.00%	0.00%
Management fee (max)	1.39%	1.45%
Operating / Admin Fee (max)	0.17% (includes Luxembourg tax d 'abonnement and 0.02% custody and regulatory expenses)	0.25% (includes Luxembourg tax d 'abonnement and 0.02% custody and regulatory expenses)
Tax d 'abonnement	Included in the operating and admin fee (see above)	Included in the operating and admin fee (see above)
Performance fee	0%	0%
Risk and Reward Indicator (SRRI)	5	5
Swing pricing applies	No	No
applies		
Fund	Danske Invest Allocation Stable Income	Danske Invest SICAV Multi Asset Inflation Strategy
Investment objective	To achieve a combination of stable income and long-term investment growth (total return). Specifically, the fund seeks to outperform the EURIBOR 3 Month money market rate.	To achieve a return in excess of inflation (real return) in EUR over a 3 to 5-year period.
Benchmark (for performance comparison)	None.	None.
Investment policy	The fund gains exposure to equities and bonds from anywhere in the world. The fund may invest in other funds. The fund may gain exposure to any sector and country, including emerging markets. Specifically, the fund may invest, directly or indirectly, up to 100% of net assets in equities, equity-related securities, bonds and debt securities. The fund may invest in bonds and other debt securities with a rating lower than Baa3/BBB- (or similar). Over the long term, the majority of the fund's credit exposure is expected to be investment grade.	The fund gains exposure mainly to investment grade bonds from anywhere in the world, including emerging markets, by investing in securities or through other funds. The fund may also invest in equities. Specifically, the fund invests at least 50% of net assets in bonds (including government inflation-linked bonds and covered bonds) and other debt instruments, and in money market instruments. The net exposure to equities usually ranges from 0% to 30% of the fund's net assets but may be higher depending on the investment manager's market outlook.

	<p>The fund does not invest directly in asset-backed and mortgage-backed securities (ABSs and MBSs), contingent convertible bonds, distressed or defaulted securities.</p> <p>The fund may only invest in other UCITS with fixed ongoing charges.</p> <p>At least 90% of the fund's investments in debt securities are denominated in, or hedged into, EUR.</p>	<p>The fund may invest in, or be exposed to, the following investments up to the percentage of net assets indicated:</p> <ul style="list-style-type: none"> • UCITS including UCITS ETFs: 100% • below investment grade bonds: 30%
Derivatives	<p>The fund may use derivatives for hedging and efficient portfolio management, as well as for investment purposes. Derivatives are an integral part of the investment policy. The fund may take short positions through derivatives.</p>	<p>The fund may use derivatives for hedging and efficient portfolio management, as well as for investment purposes. The fund may take short positions through derivatives.</p>
Investor profile	<p>Designed for investors who understand the risks of the fund and plan to invest for at least 3 years.</p> <p>The fund may appeal to professional and retail investors with basic investment knowledge who:</p> <ul style="list-style-type: none"> • are looking for stable income • are interested in a mixed asset allocation, either as a core investment or for diversification purposes • have a medium risk profile • can bear moderate temporary losses 	<p>Designed for investors who understand the risks of the fund and plan to invest for at least 3 years.</p> <p>The fund may appeal to professional and retail investors with basic investment knowledge who:</p> <ul style="list-style-type: none"> • are looking for an income-oriented investment • are interested in a core portfolio that is designed to protect against inflation • have a medium risk profile • can bear moderate temporary losses
Main risks (typically associated with ordinary market conditions) (see the prospectus for explanations of the risks)	<ul style="list-style-type: none"> • Active management • Credit • Currency • Derivatives • Emerging and frontier markets • Equity • Hedging • Interest rate • Investment fund • Market • Reallocation 	<ul style="list-style-type: none"> • Active management • Covered bonds • Credit • Currency • Derivatives • Emerging markets • Equity • Hedging • Inflation • Interest rate • Investment fund • Leverage • Market • Reallocation

Main risks (typically associated with unusual market conditions) (see the prospectus for explanations of the risks)	<ul style="list-style-type: none"> • Counterparty and custody • Default • Liquidity • Operational 	<ul style="list-style-type: none"> • Counterparty and custody • Default • Liquidity • Operational
Management Company	Danske Invest Management Company	Danske Invest Management Company
Investment Manager	Danske Bank A/S	Danske Bank A/S
Sub-Investment Manager	N/A	N/A
Trading cut-off time	5.00 p.m CET	12:00 noon CET
Share Class	Class Ap	Class A (to be launched on Merger Date)
Class Currency	EUR	EUR
ISIN	LU0130372484	LU1916065078
Ongoing charges / Total expense ratio	1.00%	1.17%
Subscription fee (max)	2.00%	3.00%
Switch fee (max)	0.00%	1.00%
Redemption fee (max)	0.00%	1.00%
Management fee (max)	0.65%	1.00%
Operating / Admin fee (max)	0.35%	0.50%
Tax d'abonnement	Included in the operating and admin fee	0.05%
Performance fee	20% Any performance fee amount due shall be paid out before the Merger.	0%
Risk and Reward Indicator (SRRI)	4	4
Swing pricing applies	No	Yes
Share Class	Class A-sek hp	Class A-sek h (to be launched on Merger Date)
Class Currency	SEK	SEK
ISIN	LU1269705874	LU1916064931
Ongoing charges / Total expense ratio	1.00%	1.17%

Subscription fee (max)	2.00%	3.00%
Switch fee (max)	0.00%	1.00%
Redemption fee (max)	0.00%	1.00%
Management fee (max)	0.65%	1.00%
Operating / Admin fee (max)	0.35%	0.50%
Tax d'abonnement	Included in the operating and admin fee	0.05%
Performance fee	20%	0%
Risk and Reward Indicator (SRRI)	4	4
Swing pricing applies	No	Yes
Share Class	Class WAp	Class WA (to be launched on Merger Date)
Class Currency	EUR	SEK
ISIN	LU1555306692	LU1916065151
Ongoing charges / Total expense ratio	0.90%	0.72%
Subscription fee (max)	2.00%	0.00%
Switch fee (max)	0.00%	0.00%
Redemption fee (max)	0.00%	0.00%
Management fee (max)	0.65%	0.75%
Operating / Admin fee (max)	0.50%	0.50%
Tax d'abonnement	Included in the operating and admin fee	0.05%
Performance fee	20% Any performance fee amount due shall be paid out before the Merger.	0%
Risk and Reward Indicator (SRRI)	4	4
Swing pricing applies	No	Yes