

**LETTER OF INFORMATION TO SHAREHOLDERS  
OF THE 'CM-AM SMALL & MIDCAP EURO' SUB-FUND OF THE 'CM-AM SICAV' SICAV**

ISIN Codes: Share Class RC: FR0013384997; Share Class IC: FR0013385010; Share Class S: FR0013385002

Paris, 30/06/2022

**Subject: Change in the investment strategy of the 'CM-AM SMALL & MIDCAP EURO' sub-fund of the 'CM-AM SICAV' SICAV**

Dear Madam, Dear Sir,

You are shareholders of the 'CM-AM SMALL & MIDCAP EURO' sub-fund of the 'CM-AM SICAV' SICAV, managed by CREDIT MUTUEL ASSET MANAGEMENT, and we thank you for your confidence (hereinafter the 'UCITS').

**What changes are going to take place on your UCITS?**

Crédit Mutuel Asset Management, the management company, pays particular attention to environmental, social and governance (ESG) practices of the companies in which it invests on behalf of its clients and the UCIs that it manages. It wishes to offer its clients a responsible and meaningful UCITS.

In this context, the management company has decided to label the fund in accordance with the SRI label.

**As a result, the investment objective and strategy of your UCITS will be modified to add asset selection filters based on non-financial criteria related to sustainable development and corporate social responsibility, which are more restrictive than those used previously, in order to meet the requirements of the French SRI label.**

In addition, transfer commissions will be waived.

**When will this occur?**

**These amendments will come into force on 07/09/2022.**

**If you agree with this operation, there is no need for any intervention on your part.  
If you disagree with this operation, you can request the redemption of your shares free of charge, as your UCITS does not charge any exit charge.**

For further details, please contact your usual advisor.

**What is the impact of this change on the risk/reward profile of your investment?**

This operation will result in the following changes:

- Change in the risk/reward profile: NO
- Increase in the risk/reward profile: NO
- Potential increase in charges: NO
- Magnitude of the change in the risk/reward profile: Not significant <sup>1</sup>




<sup>1</sup> This indicator is based on changes in the SRRI and changes in the Fund's exposure to one or more risk typologies.

**What are the main differences between the sub-fund of the SICAV you hold shares in now and the future fund?**

**Comparative table of modified elements**

	<b>Before</b>	<b>After</b>
<b>Investment objective</b>	<p>This UCITS is actively managed on a discretionary basis. Its investment objective is to seek an annual performance, net of fees, that exceeds that of its benchmark index, the EURO STOXX Small Net Return Index, over the recommended investment period.</p> <p>The UCITS portfolio composition may differ significantly from the benchmark index.</p>	<p>This UCITS is managed actively and on a discretionary basis by applying a non-financial quality filter according to the policy implemented by Crédit Mutuel Asset Management and in compliance with the requirements of the French SRI label.</p> <p>Its investment objective is to seek an annual performance, net of fees, that exceeds that of its benchmark index, the EURO STOXX Small Net Return Index, over the recommended investment period.</p> <p>The UCITS portfolio composition may differ significantly from the benchmark index.</p> <p>The UCITS shall promote environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088, known as the 'Sustainable Finance Disclosures Regulation' (SFDR).</p>
<b>Taking non-financial criteria into account in the investment process</b>	<p>The investment strategy of the UCITS, as described hereafter, incorporates non-financial criteria, according to a methodology developed by Crédit Mutuel Asset Management's non-financial analysis department, aimed at excluding the lowest-rated securities with respect to environmental, social and governance issues in order to reduce in particular the sustainability risk to which the UCITS is exposed and specified in the 'risk profile' section.</p> <p>The main adverse impacts are also taken into account in the investment strategy.</p> <p>The policies for monitoring controversies and sectoral exclusions are available on Crédit Mutuel Asset Management's website.</p> <p><b>Environmental, social and governance (ESG) criteria are a component of the management, but their weight in the final decision is not defined in advance.</b></p>	<p>The management strategy of the UCITS establishes a target investment universe using a non-financial process plus a financial analysis. The strategy of the UCITS is based on a selectivity approach that consists in selecting the best-rated companies or those demonstrating good prospects for their environmental, social and governance (ESG) practices and excludes those that involve risk in the area."</p> <p>The selection process of the securities in which the UCITS invests breaks down into three stages:</p> <p><b>1. ESG filter:</b> The management team will apply non-financial filters according to ESG criteria based on a proprietary methodology developed by the Responsible and Sustainable Finance analysis division. This filter covers the quality criteria for governance, societal, social, environmental aspects, and the company's commitment to a socially responsible approach. For illustration purposes, for pillar E: carbon intensity, for pillar S: human</p>

	<p>This process of selecting directly-invested securities makes it possible to determine a score (1 to 10) based on the contribution, higher or lower, to ESG factors, and then to classify companies according to five distinct groups with regard to their non-financial performance: 1 = Negative (High ESG Risk/assets potentially frozen); 2 = Little involvement (More indifferent than opposed); 3 = Neutral (Administratively neutral in accordance with its sector regulation); 4 = Committed (Committed to the trajectory / Best in Trend); 5 = Best in class (Actual relevance).</p> <p>The approach implemented by the management team results in an exposure of less than 10% of the net assets of the UCITS to directly-invested securities classified as ESG 1.</p> <p>The overall rating of the portfolio will be higher than the weighted rating by weight of the components of its benchmark index.</p> <p>The non-financial analysis rate or score, calculated by weighting or number of issuers, is greater than:</p> <ul style="list-style-type: none"> <li>- 90% for the large cap securities selected by the management team;</li> <li>- 75% for the small and mid cap securities selected by the management team.</li> </ul>	<p>resources policy, and for pillar G: the proportion of independent directors is included in our ESG categories. This filter determines a classification from 1 to 5 (5 is the highest classification). In relation to the management of controversies, each security is subject to a specific analysis, monitoring and rating.</p> <p>Management will exclude all issuers that have major controversies. These ESG filters help to eliminate at least 20% of the lowest-rated stocks.</p> <p><b>2. Financial analysis:</b> securities are financially analysed to keep only those where the quality of the business model and the strength of fundamentals are clearly identified. This investment universe constitutes the list of securities under review, eligible for investment.</p> <p><b>3. Portfolio construction:</b> from this reduced list, companies offering the potential for value creation deemed attractive by the management team are put in the portfolio using a stock-picking approach. The portfolio is constructed based on the portfolio managers' convictions (potential and quality).</p> <p>At least 75% of the directly invested securities selected by the management team include non-financial criteria. The UCITS may invest up to 10% of its net assets in directly-invested securities and units or shares of UCIs without including non-financial criteria.</p> <p>Due to the financial analysis, companies with the best ESG ratings are not automatically retained in the portfolio construction.</p>
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	Before	After	
<b>Charges</b>			
<b>Transfer commissions</b>	Maximum 0.35%	None	

<b>Terms and conditions of subscriptions/redemptions</b>		
<b>Division/Centralisation</b>	Share Class RC: thousandths	millionths
<b>Lowering of the minimum subscription amount</b>	Share Class RC: thousandths	millionths
<b>Substantial easing of fund entry conditions</b>	Share Class S: Subscription of this share is reserved for investors subscribing via distributors or intermediaries providing an individual securities portfolio management service under mandate.	Share Class S: All subscribers, particularly investors subscribing via distributors/intermediaries providing a management service on behalf of third parties or benefiting from paid advisory services without retrocession.

### Key elements for the investor to bear in mind

Please consult the prospectus of your UCITS as well as the updated Key Investor Information Document on the website, [www.creditmutuel-am.eu](http://www.creditmutuel-am.eu), or request it from:

Crédit Mutuel Asset Management  
Service Relations Distributeurs  
4, rue Gaillon - 75002 Paris, France

These documents will be sent to you free of charge upon request within eight business days.

For subscription and redemption transactions, contact your usual adviser directly and regularly stay in touch with them to keep informed on your investments and situation.

**If you agree with this operation, there is no need for any intervention on your part.**

**If you disagree with this operation, you can request the redemption of your shares free of charge, as your UCITS does not charge any exit charge.**

We thank you for the confidence you have placed in us. Yours sincerely,

Crédit Mutuel Asset Management  
Service Relations Distributeurs