

QUADRIGA INVESTORS
Société d'Investissement à Capital Variable
Registered office: 28-32, place de la Gare
L-1616 Luxembourg, Grand-Duchy of Luxembourg
R.C.S. Luxembourg B 148816

**Notice to Shareholders of
the QUADRIGA INVESTORS**

Luxembourg, 15th June 2018

Dear Shareholder,

We hereby give you notice that the Board of Directors of the Company (the “**Board**”) has resolved to amend the prospectus of the Company (the “**Prospectus**”) in order to redesign the calculation of the performance fee policy and to provide additional details in the prospectus, in line with the regulatory developments in this respect.

As a result it has been decided to set the payment and the calculation of the performance fees on an annual basis, instead of on a quarterly basis. The applicable high watermark will be also calculated on a yearly basis. The basis for the calculation of the performance fee will be the net assets, after deduction of all expenses and management fee (but not the performance fee) and adapted to take into account the subscriptions and redemptions.

As a consequence it has been decided to replace the performance fee description mentioned under each Supplement by the following description to be inserted in sub-section “Cost Payable by the Company” under “*PART I – ESSENTIAL INFORMATION REGARDING THE COMPANY*” of the Prospectus:

“Where determined in the relevant supplement, the Management Company and/ or the Investment Adviser may also receive a performance fee as further detailed in the relevant supplement (the “Performance Fee”).

The Performance Fee is a variable management fee linked to the absolute performance of the relevant class. The Performance Fee refers to a percentage p.a. of the amount by which the net assets attributable to the relevant class exceeds the High Watermark.

- *The net assets are calculated after deducting all expenses and management fee (but not the Performance Fee) and adapted to take into account the subscriptions and redemptions; and*
- *The High Watermark is the higher of (i) the initial issue price per share of the relevant class and (ii) the highest net asset value per share of the relevant class in respect of which the last Performance Fee was paid.*

The Performance Fee is accrued on each Valuation Day and is payable annually to the Management Company and/or Investment Adviser.

If the net asset value per share decreases during the calculation period, the accruals made in respect of the Performance Fee will be reduced accordingly. If these accruals fall to zero, no Performance Fee will be payable.

If the Company suspends the determination of the net asset value per share on any day (please see Section XIV "Net Asset Value" in the Prospectus), the Performance Fee calculation for the affected classes for such day will be based upon the next available determination of the net asset value per share, and the amount of any Performance Fee due to the Management Company/Investment Adviser will be prorated accordingly.

Where shares are redeemed on a date other than that on which a Performance Fee is paid while accruals have been made for the Performance Fee, the Performance Fee for which provision has been made, and which are attributable to the shares redeemed, will be crystallised and paid even if a Performance Fee is no longer payable at year end. This may still result in the Management Company/Investment Adviser receiving a Performance Fee where the net asset value per share at year-end is below the High Watermark.

*Furthermore, when subscriptions exceed redemptions into a share class ("**Net Subscriptions**"), it may result in a dilution of the net asset value per share for existing shareholders. If, at the time of the Net Subscriptions into the share class, the net asset value per share exceeds the High Watermark, the dilution of the net asset value per share will cause a reduction in the cumulative Performance Fee accrual. Such reduction will apply to all shareholders of the share class, regardless of whether they suffered the previously accrued Performance Fee.*

Conversely, where a shareholder subscribes at a time when the net asset value per share of the share class is below the High Watermark, such shareholders will not be subject to a Performance Fee accrual until the net asset value per share exceeds its High Watermark.

There will be no cap on the Performance Fee.

Shareholders should be aware that Performance Fee is not refundable in any subsequent fiscal years and under no circumstances will the Management Company/Investment Adviser pay money into a Sub-Fund or to any shareholder for any underperformance.

The Auditor will verify the Performance Fee calculation on an annual basis."

The abovementioned change will be effective as of 15th July 2018 and is included in the version of the Company's Prospectus dated June 2018.

Shareholders' right to redeem or convert their shares is not affected and shareholders may redeem or convert their shareholding without any redemption or conversion charges, with the exception of applicable Contingent Deferred Sales Charges, if they do not agree with the above-mentioned change as from receipt of this notice and up to 1 pm CET on 15th July 2018.

Should you have any queries in relation to the above, please contact: middle@quadrifunds.es.

Yours faithfully,

DocuSigned by:

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Mr. Iñigo Resusta Covarrubias

Director

For and on behalf of Quadriga Investors