

July 4, 2016

FundTelegram

CREDIT SUISSE 



Credit Suisse Asset Management

## **Restructuring: CS (Lux) Broad Short Term (EUR/USD) Bond Funds**

- Date of restructuring: **August 8, 2016**
- Holders of shares in the Credit Suisse (Lux) Broad Short Term (EUR/USD) Bond Funds will receive corresponding shares in the Credit Suisse (Lux) Corporate Short Duration (EUR/USD) Bond Funds
- Benefit: the acquiring funds offer greater return potential with comparable investor risks
- New benchmark and security numbers
- New fund manager, although the fund management team remains the same
- Marginal increase in the management fee for most share classes

As traditional funds for short-term bonds, the Credit Suisse (Lux) Broad Short Term EUR Bond Fund and the Credit Suisse (Lux) Broad Short Term USD Bond Fund invest in bonds with a maturity of 0 to 3 years. Due to the persistent low-yield environment, it has become difficult, however, to generate an attractive return with this narrowly defined investment policy. Credit Suisse Asset Management has thus decided to restructure the funds. Within the framework of this process, holders of share certificates for these two funds will receive corresponding share certificates for the Credit Suisse (Lux) Corporate Short Duration EUR Bond Fund and/or the Credit Suisse (Lux) Corporate Short Duration USD Bond Fund.

## Overview of funds affected and the related benchmarks

Transferring funds	Acquiring funds
Credit Suisse (Lux) Broad Short Term EUR Bond Fund Benchmark: CGBI EuroBIG 1–3Y*	Credit Suisse (Lux) Corporate Short Duration EUR Bond Fund Benchmark: BofAML EMU Corporate 1–3Y (TR)**
Credit Suisse (Lux) Broad Short Term USD Bond Fund Benchmark: CGBI Eurodollar BBB– or Better 1–3Y*	Credit Suisse (Lux) Corporate Short Duration USD Bond Fund Benchmark: BofAML US Corporate 1–3Y (TR)**

\* Index includes government and corporate bonds with an investment-grade rating.

\*\* Index exclusively includes corporate bonds with an investment-grade rating.

### Details regarding the changes

The restructuring measures will have the following impact:

#### 1. More flexible investment policy with correspondingly higher return potential

Like the transferring funds, the acquiring funds also provide the key benefits of short-term bonds – limited interest rate and credit spread risk –, but also pursue a slightly more flexible investment policy, thus offering a more attractive level of return potential.

In addition to short-term bonds, the funds can also incorporate the neighboring medium-term bond segment (maturity: 3 to 5 years), which is more attractive from a return perspective. The associated greater sensitivity to interest rate fluctuations can be hedged using derivative financial instruments (such as interest swaps and futures contracts). A duration of 0 to 3 years is targeted.

The funds primarily invest in corporate bonds in order to benefit from the yield premium versus government bonds.

There will be no changes in terms of credit risk, however. The average credit rating for both the transferring and the acquiring funds lies in the investment-grade range.

#### 2. Different benchmark

The benchmarks of the acquiring funds correspond to the typical indices for short-term corporate bonds with an investment-grade rating, while the underlying benchmarks of the transferring funds incorporate both government and corporate bonds with an investment-grade rating.

#### 3. Same management team, different portfolio manager

The acquiring funds will be managed by the same management team as the transferring funds. Within this team, however, a different portfolio manager will be responsible for the acquiring funds than was the case for the transferring funds.

#### 4. Slightly higher management fee

Due to the more active portfolio management, the management fee is slightly higher for most share classes of the acquiring funds than was the case for the transferring funds (see following tables).

Clients will not incur any costs in connection with the changes. Following the conclusion of the restructuring process, both of the transferring funds will be liquidated.

#### Overview of share classes affected

##### Transferring fund: CS (Lux) Broad Short Term EUR Bond Fund

Share class	ISIN / Valor no.	Management fee p.a. in %
EUR A	LU0480842656 / 10948649	0.40
EUR B	LU0480842730 / 10948813	0.40
EUR IB	LU0650599839 / 13402083	0.25
EUR EB	LU0533764527 / 11618388	0.25
EUR UB	LU1144404859 / 26374797	0.25

##### Acquiring fund: CS (Lux) Corporate Short Duration EUR Bond Fund

Share class	ISIN / Valor no.	Management fee p.a. in %
EUR A	LU0155950867 / 1498937	0.60*
EUR B	LU0155951089 / 1498940	0.60*
EUR IB	LU0155951329 / 1498943	0.30*
EUR EB	LU0535913296 / 11660344	0.25*
EUR UB	LU1144399596 / 26362631	0.45

\* Valid as of August 8, 2016 (restructuring date; previous management fee was slightly higher).

## Transferring fund: Credit Suisse (Lux) Broad Short Term USD Bond Fund

Share class	ISIN / Valor no.	Management fee p.a. in %
USD A	LU0480843209 / 10949399	0.40
USD B	LU0480843381 / 10949403	0.40
USD IB	LU0650599912 / 13401772	0.25
USD EA	LU1147472978 / 26204134	0.25
USD EB	LU0533764790 / 11618807	0.25

## Acquiring fund: CS (Lux) Corporate Short Duration USD Bond Fund

Share class	ISIN / Valor no.	Management fee p.a. in %
USD A	LU0155953028 / 1498949	0.60***
USD B	LU0155953705 / 1498955	0.60***
USD IB**	LU0155953960 / 1498957	0.30
USD EA**	LU1024301316 / 23529720	0.25
USD EB	LU0535913965 / 11660401	0.25***

\*\* Opening of this share class as at August 8, 2016.

\*\*\* Valid as of August 8, 2016 (restructuring date; previous management fee was slightly higher).

## Schedule

Restructuring publication date	04.07.2016
Closure of transferring funds for subscriptions	04.07.2016, 15:00 CET
Closure of transferring funds for redemptions	03.08.2016, 15:00 CET
Calculation of NAV and conversion ratio	08.08.2016
Effective restructuring date	08.08.2016
Value date	10.08.2016

## Further information

Transferring funds	EUR fund	USD fund
Q&A*	<a href="#">EN</a>   <a href="#">DE</a>   <a href="#">FR</a>   <a href="#">IT</a>	<a href="#">EN</a>   <a href="#">DE</a>   <a href="#">FR</a>   <a href="#">IT</a>
Funds on internet	<a href="#">Link</a>	<a href="#">Link</a>

\* The restructuring process will result in analogous changes for the EUR and the USD funds. To ensure better readability, however, separate Q&As are available for both funds.

Acquiring funds	EUR and USD funds
Fund profile	<a href="#">EN</a>   <a href="#">DE</a>   <a href="#">FR</a>   <a href="#">IT</a>
Client presentation	<a href="#">EN</a>   <a href="#">DE</a>
Funds on internet	<a href="#">EUR</a>   <a href="#">USD</a>

The amendments were published on [www.swissfunddata.ch](http://www.swissfunddata.ch) on July 4, 2016. The official publication for Switzerland is only available in German.

For English or French, please refer to the publication issued for [Luxembourg](#). Be aware that this publication is not meant for Switzerland.

For any further questions, please do not hesitate to contact us.

Yours sincerely

**Credit Suisse Asset Management**  
**Wholesale Distribution Team CH/LI**

#### Related Information

## Contacts

[Wholesale Distribution Team CH/LI](#)

[Stefan Hirter](#), +41 44 334 52 73

[Fairouz Bouhmida](#), +41 44 333 20 53

[Nicolas D. Lehmann](#), +41 44 332 04 72

[Markus Stecher](#), +41 22 392 22 25

[Michelle Chevalier](#), +41 22 392 30 59

[Client Service](#), +41 44 333 40 50

## Useful Links



[Third Party Execution Desk \(Trading\)](#)



[Fund Finder](#)



[Fund Information](#)

# News and Publications



**Fund News**  
(FundTelegram)



**Asset Management**  
**News & Insights**



**Subscribe/Unsubscribe**



This message may contain confidential, proprietary or legally privileged information and is intended only for the use of the addressee named above. No confidentiality or privilege is waived or lost by any mistransmission. If you are not the intended recipient of this message, you are hereby notified that you must not use, disseminate, copy it in any form or take any action in reliance on it. If you have received this message in error, please delete it and any copies of it and notify the sender immediately. Credit Suisse Group AG and its subsidiaries reserve the right to intercept and monitor any e-mail communication through its networks if legally allowed.

The shares offered are exclusively offered to a limited group of investors, in all cases and under all circumstances designed to preclude a public solicitation in Liechtenstein. This document may not be reproduced or used for any other purpose, nor be furnished to any other person other than those to whom copies have personally been sent. This offer is a private offer, this material and the transactions described therein are therefore not nor have been subject to the review and supervision of the Liechtenstein Financial Market Authority.

Copyright © 1997-2016 CREDIT SUISSE GROUP AG and/or its affiliates. All rights reserved.

[Terms of Use](#) / [Internet Security](#) / [Privacy & Cookie Policy](#) / [Global Patriot Act Certificate](#)