

RENTA 4

Société d'investissement à capital variable
70, Grand Rue, L-1660 Luxembourg
Grand Duchy of Luxembourg
R.C.S. Luxembourg: B 203 660
(the "Company")

NOTICE TO SHAREHOLDERS OF THE SUB-FUNDS RENTA 4 - R4 ACTIVA ADAGIO 0-40, RENTA 4 - R4 ACTIVA ALLEGRO 30-100 AND RENTA 4 – R4 ACTIVA ANDANTE 0-100 (the "Sub-Funds")

Luxembourg, January 17th, 2022

Dear Shareholder,

We, the board of directors of the Company (the "Board") would like to inform you that the performance fee calculation methodology of the Sub-Funds will be modified as follows in order to add a high water mark in the calculation methodology so as to comply with regulatory requirements:

"The Management Company will be entitled to receive a performance fee out of the assets of [the Sub-Fund]. The Investment Manager shall be entitled to receive from the Management Company up to 100% of the performance fee in accordance with market practice.

The performance fee will be ~~equivalent to 10% of the performance of the NAV per Share exceeding the Reference NAV (as defined hereafter).~~

The performance fee will be calculated and accrued daily and will be paid to the Management Company on a yearly basis and will be equal to 10% of the NAV above the High Water Mark (or "HWM").

The performance fee is calculated on the basis of the NAV after deduction of all expenses, liabilities and management fees (but not performance fee), and is adjusted to take account of all subscriptions and redemptions.

The performance fee is equal to the out performance of the NAV multiplied by the number of Shares in circulation during the calculation period. No performance fee will be due if the NAV before performance fee turns out to be below the ~~Benchmark~~High Water Mark for the calculation period in question.

The ~~Reference NAV is defined as the last NAV per Share of the previous calendar year. The Reference NAV~~ High Water Mark will be decreased by the dividends paid to Shareholders.

Provision will be made for this performance fee on each valuation point. If the NAV decreases during the calculation period, the provisions made in respect of the performance fee will be reduced accordingly. If these provisions fall to zero, no performance fee will be payable.

If Shares are redeemed on a date other than that on which a performance fee is paid while provision has been made for performance fees, the performance fees for which provision has been made and which are attributable to the Shares redeemed will be paid at the end of the period even if provision for performance fees is no longer made at that date. Gains which have not been realized may be taken into account in the calculation and payment of performance fees.

In case of subscription, the performance fee calculation is adjusted to avoid that this subscription impacts the amount of performance fee accruals. To perform this adjustment, the performance of the NAV against the ~~Reference NAV~~High Water Mark until the subscription date is not taken into account in the performance fee calculation. This adjustment amount is equal to the product of the number of subscribed Shares by the positive difference between the subscription price and the ~~Reference NAV~~High Water Mark at the date of the subscription. This cumulated adjustment amount is used in the performance fee calculation until the end of the relevant period and is adjusted in case of subsequent redemptions during the period.

Calculation period shall correspond to each calendar year.

The performance fee reference period is equal to the whole life of the Sub-Fund.

Performance fees are payable within 20 Business Days following the closing of the yearly accounts.

The formula for the calculation of the performance fee is as follows:

$$F = 0 \quad \text{If } (B/E - 1) \leq 0$$

$$F = (B/E - 1) * E * C * A \quad \text{If } (B/E - 1) > 0$$

$$\text{The new High Water Mark} \equiv \begin{cases} \text{if } F > 0; D \\ \text{if } F = 0; E \end{cases}$$

$$\text{Number of shares outstanding} = A$$

$$\text{NAV per share before performance} = B$$

$$\text{Performance fee rate (10\%)} = C$$

$$\text{NAV per share after performance} = D$$

$$\text{High Water Mark Reference NAV} = E$$

$$\text{Performance fees} = F$$

Performance Fee Examples

	<u>NAV before Perf Fee</u>	<u>HWM per share</u>	<u>Yearly NAV per share performance</u>	<u>NAV per share performance / HWM</u>	<u>Perf Fee</u>	<u>NAV after Perf Fee</u>
<u>Year 1:</u>	<u>110</u>	<u>100</u>	<u>10.00%</u>	<u>10.00%</u>	<u>1</u>	<u>109</u>
<u>Year 2:</u>	<u>115</u>	<u>109</u>	<u>5.50%</u>	<u>5.50%</u>	<u>0.60</u>	<u>114.40</u>
<u>Year 3:</u>	<u>108</u>	<u>114.40</u>	<u>-5.59%</u>	<u>-5.59%</u>	<u>0.00</u>	<u>108</u>
<u>Year 4:</u>	<u>112</u>	<u>114.40</u>	<u>3.70%</u>	<u>-2.10%</u>	<u>0.00</u>	<u>112</u>
<u>Year 5:</u>	<u>118</u>	<u>114.40</u>	<u>5.36%</u>	<u>3.15%</u>	<u>0.36</u>	<u>117.64</u>

With a performance fee rate equal to 10%.

Year 1: The NAV per share performance is 10%. The excess of performance over the HWM is 10% and generates a performance fee equal to 1.

Year 2: The NAV per share performance is 5.50%. The excess of performance over the HWM is 5.50% and generates a performance fee equal to 0.6.

Year 3: The NAV per share performance is -5.59%. The underperformance over the HWM is -5.59% No performance fee is calculated.

Year 4: The NAV per share performance is 3.70%. The underperformance over the HWM is -2.10% No performance fee is calculated.

Year 5: The NAV per share performance is 5.36%. The excess of performance over the HWM is 3.15% and generates a performance fee equal to 0.36."

These changes will be reflected in a new version of the prospectus of the Company (the "Prospectus"), a draft of which is available upon request at the registered office of the Company.

If you require any further details, please contact your usual sales person/financial advisor.

Yours faithfully,

The Board