

Raymond James Funds
Société anonyme
Société d'investissement à capital variable
Registered office: 4, rue Peternelchen L-2370 Howald
Grand Duchy of Luxembourg
R.C.S. Luxembourg B185902
(the “**Company**”)

**NOTICE TO THE SHAREHOLDERS OF
RAYMOND JAMES FUNDS**

Dear Shareholder,

In order to keep terms in line with regulatory and internal developments, the Company’s board of directors (the “**Board of Directors**”) has decided to proceed with a general update of the Company’s prospectus to be dated 31 December 2022 (the “**New Prospectus**”).

The main changes may be summarised as follows:

- addition of a definition of the Taxonomy Regulation;
- disclosure of the possible use of ancillary liquid assets as follows:

“The Fund may hold ancillary liquid assets pursuant to article 41 (2) b) of the UCI Law. Ancillary liquid assets should be limited to bank deposits at sight up to 20% of the net assets of the Fund. This limit shall only be temporarily breached for a period of time strictly necessary in the case of exceptionally unfavourable market conditions, and at all times in the best interests of investors.”

- disclosure on the use of leverage in the supplement of all sub-funds:

For REAMS Unconstrained Bond, the average leverage of the Fund, under normal market conditions, calculated using the Absolute VaR methodology, is disclosed at 250%, with possible lower or higher levels. Eagle US Small Cap Strategy and Gay-Lussac Microcaps Europe sub-funds do not make use of leverage and the commitment approach is used to monitor and measure the global exposure of these two sub-funds.

- update to the sustainability and taxonomy related disclosures to Supplement 1 on REAMS Unconstrained Bond;
- update of the definition of Credit Risks to Supplement 1 on REAMS Unconstrained Bond;
- a wording clarification in the performance fee section of Supplement 2 on Eagle US Small Cap Strategy;
- update to the sustainability and taxonomy related disclosures to Supplement 2 on Eagle US Small Cap Strategy to comply with Article 8 of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (“**SFDR**”);
- various clarifications of the Investment Objective section of Supplement 3 on Gay-Lussac Microcaps Europe in relation to ESG criteria, as shown below:

Investment Objective *The objective of Fund is, within the framework of dynamic equity allocation determined by the management company, to take advantage of the development of small and medium-sized businesses (SMBs) in the euro zone, while seeking to reduce the risk of high fluctuations in the portfolio over a recommended investment period of 5 years, through*

companies distinguished by their good governance and promoting environmental and social characteristics.

Investment Policy

At least 75% of the Fund is invested in equities issued by listed companies from having their headquarters in a Member State of the European Union. These securities are selected in line with a specific approach called "Macro Thematic Approach". Stocks are selected through large global transversal investment themes, defined from the global macroeconomic scenario chosen by the Management Company. These select themes are potential generators of performance and are independent of any country, sector or market considerations.

The financial analysis, based on quantitative and qualitative criteria, is then used to refine the selection of stocks that will be kept over time, focusing on the quality of the investment and acquisition price.

A maximum proportion of 25% of net assets may be invested in securities from countries not belonging to the euro zone.

The securities picked are based on an investment process that takes account of a global macro-economic scenario enabling the preferred investment themes to be identified. The Management Company then selects securities that match the investment themes chosen. These themes are defined by a theme orientation committee meeting every two months. A financial analysis based on quantitative criteria (operational leverage, generation of cash flows, valuation ratios, equity profitability, discount on the asset book value, yield, etc.) and qualitative criteria (profile of the business sector, quality of management, durability of the business model) is used to select securities. To do this, the manager of the Fund will favour private meetings with listed companies.

The investment strategy is as follows:

1. Definition of the investment universe through quantitative filters, using two risk factors: Low Volatility, Low Beta, one performance factor: High Momentum and one normative and sectorial exclusion criteria.
2. Selection of stocks that respond to major investment themes defined on the basis of the environmental and economic issues selected by the Management Company (e.g. energy efficiency, sustainable supply). These themes can change on a discretionary basis.
3. Validation of these values based on both financial and extra-financial analysis:
 - a. Financial analysis, based on quantitative and qualitative criteria, then makes it possible to refine the selection of stocks likely to be held over time, with an emphasis on the quality of the investment (based in particular on the fundamentals of the target company) and the purchase price.
 - b. The extra-financial analysis carried out internally and focused on environmental criteria (environmental policy, actions and results), social (attractiveness of the company measured by various criteria such as employee turnover, employee protection) and governance (respect for minority shareholders, composition of the board of directors). This analysis is carried out on the entire portfolio with a minimum rate of 90%. It is a selectivity approach with respect to the investable universe, by selecting "best in universe"

stocks regardless of the sector of activity. The limits of his extra-financial analysis are the information communicated by the companies (for example missing or partial information).

The Fund holds a limited number of securities (around fifty).

A maximum of 25% of the portfolio's net assets may be invested in bonds and other negotiable debt securities from a member state in the euro zone, in money market securities and equity warrants.

The origin of the potential performance can come either from the management of the sector-specific allocation or the choice of securities. To a lesser extent, liquidity management may also contribute to this added value, equities constituting the preferred financial instrument for management of the Fund.

The portfolio may be invested in UCITS of all types of classification within the maximum limit of 10% of net assets.

4. Construction and monitoring of the risk budget portfolio and monitoring of ESG controversies

- update to the sustainability and taxonomy related disclosures to Supplement 3 on Gay-Lussac Microcaps Europe to comply with Article 8 of SFDR;
- other minor typographic changes and updates for consistency purposes; and
- Inclusion of the pre-contractual disclosures, "Annex II" of SFDR for Eagle US Small Cap Strategy and Gay-Lussac Microcaps Europe, as sub-funds qualifying as Article 8.

A clean and a blacklined version of the New Prospectus showing all the changes against a version of the prospectus of the Fund dated December 2022 can be obtained by contacting ONE corporate, the Domiciliary Agent of the Company, or alternatively your usual contact at the Management Company.

If you require any further information, please contact your usual sales contact or email onecorporate@one-gs.com

Yours sincerely,

The Board of Directors of Raymond James Funds