

## **Credit Suisse Index Fund (CH) II Umbrella**

Umbrella Fund under Swiss Law of the “Other Funds for Traditional Investments” Type

### **Prospectus with Integrated Fund Contract**

May 2023

## Part 1: Sales Prospectus

This prospectus with integrated fund contract, the Key Investor Information Document and the most recent annual or semi-annual report (if published after the latest annual report) serve as the basis for all subscriptions of units in the subfunds.

Only the information contained in the prospectus, the Key Investor Information Document and the fund contract will be deemed to be valid.

### 1 Information on the Umbrella Fund and the Subfunds

#### 1.1 General Information on the Umbrella Fund and the Subfunds

Credit Suisse Index Fund (CH) II Umbrella is an umbrella fund in contractual form under Swiss law of the "Other Funds for Traditional Investments" type pursuant to the Swiss Federal Act on Collective Investment Schemes Act of June 23, 2006. It currently consists of the following subfunds:

- a) **CSIF (CH) II Gold Blue**
- b) **CSIF (CH) II Gold Income Maximizer Blue**
- c) **CSIF (CH) II SMI Income Maximizer Blue**

The fund contract was drawn up by Credit Suisse Funds AG, Zurich, as fund management company and with the agreement of Credit Suisse AG, Zurich, as custodian bank, and submitted to the Swiss Financial Market Supervisory Authority ("FINMA"). The fund contract was first approved by FINMA on March 13, 2013.

The Credit Suisse Index Fund (CH) II Umbrella was originally restricted to qualified investors in the sense of the Swiss Federal Act on Collective Investment Schemes and the Ordinance on Collective Investment Schemes. With effect from March 1, 2016 its scope was extended to non-qualified investors. Accordingly, the exemptions granted for the Credit Suisse Index Fund (CH) II Umbrella by FINMA pursuant to Art. 10 para. 5 CISA on the basis of the restricted investor scope were rescinded.

As of November 20, 2016, Credit Suisse (Switzerland) Ltd. acquired the majority of the business of Credit Suisse AG belonging to the Swiss Universal Bank division. In this connection, Credit Suisse (Switzerland) Ltd. – with the approval of FINMA – took over the custodian bank function for this umbrella fund and its subfunds.

The subfunds are based upon a collective investment agreement (fund contract), under which the fund management company undertakes to provide the investor with a stake in the corresponding subfund in proportion to the fund units acquired by the said investor, and to manage this subfund at its own discretion and for its own account in accordance with the provisions of the law and the fund contract. The custodian bank is party to the fund contract in accordance with the tasks conferred upon it by the law and the fund contract.

Investors are only entitled to the assets and income of the subfund in which they have invested. Liabilities that are attributable to an individual subfund will be borne solely by the said subfund.

In accordance with the fund contract, the fund management company is entitled to establish, liquidate or merge unit classes for each subfund at any time, subject to the consent of the custodian bank and the approval of the supervisory authority.

Unit classes with the following designations can currently be introduced for the subfunds: **A, AH CHF, AH EUR, B, BH CHF, BH EUR, DB, DBH CHF, DBH AUD, DBH CAD, DBH DKK, DBH EUR, DBH GBP, DBH HKD, DBH JPY, DBH NOK, DBH NZD, DBH SEK, DBH SGD, DBH USD, FB, FBH CHF, FBH AUD, FBH CAD, FBH DKK, FBH EUR, FBH GBP, FBH HKD, FBH JPY, FBH NOK, FBH NZD, FBH SEK, FBH SGD, FBH USD, IA, IAH CHF, IAH EUR, IB, IBH CHF, IBH EUR, QB, QBH CHF, QBH AUD, QBH CAD, QBH DKK, QBH EUR, QBH GBP, QBH HKD, QBH JPY, QBH NOK, QBH NZD, QBH SEK, QBH SGD, QBH USD, UA, UAH CHF, UAH EUR, UB, UBH CHF and UBH EUR, ZB, ZBH CHF, ZBH AUD, ZBH CAD, ZBH DKK, ZBH EUR, ZBH GBP, ZBH HKD, ZBH JPY, ZBH NOK, ZBH NZD, ZBH SEK, ZBH SGD, and ZBH USD.**

Class **A** units are distribution units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus.

Class **AH CHF/AH EUR** units are distribution units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus, and for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible

extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment.

Class **B** units are capital growth units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus.

Class **BH CHF/BH EUR** units are capital growth units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus, and for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment.

Class **DB** units are capital growth units and are only accessible to investors who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) and the following types of mandate are not eligible for this class: Private Mandates, Premium Mandates, MyChoice, and investment groups of the Credit Suisse investment foundations.

Units of classes **DBH CHF, DBH AUD, DBH CAD, DBH DKK, DBH EUR, DBH GBP, DBH HKD, DBH JPY, DBH NOK, DBH NZD, DBH SEK, DBH SGD and DBH USD** (jointly referred to as "DBH class units") are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD or USD respectively to the greatest possible extent where economically worthwhile. They are only accessible to investors who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) and the following types of mandate are not eligible for this class: Private Mandates, Premium Mandates, MyChoice, and investment groups of the Credit Suisse investment foundation.

Class **FB** units are capital growth units.

Units of classes **FBH CHF, FBH AUD, FBH CAD, FBH DKK, FBH EUR, FBH GBP, FBH HKD, FBH JPY, FBH NOK, FBH NZD, FBH SEK, FBH SGD and FBH USD** (jointly referred to as "FBH class units") are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD or USD respectively to the greatest possible extent where economically worthwhile.

Class **IA** units are distribution units. The minimum initial investment for class IA units and the minimum number of class IA units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **IAH CHF/IAH EUR** units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The minimum initial investment for class **IAH CHF/IAH EUR** units and the minimum number of class **IAH CHF/IAH EUR** units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **IB** units are capital growth units. The minimum initial investment for class **IB** units and the minimum number of class **IB** units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **IBH CHF/IBH EUR** units are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF/EUR respectively to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The minimum initial investment for class **IBH CHF/IBH EUR** units and the minimum number of class **IBH CHF/IBH EUR** units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **QB** units are capital growth units and may only be held by investors eligible in accordance with Art. 10 paras. 3 and 3<sup>ter</sup> CISA. Qualified investors within the meaning of Art. 10 para. 3 CISA are professional clients pursuant to Art. 4 paras. 3–5 or pursuant to Art. 5 paras. 1 and 4 FinSA. Qualified investors within the meaning of Art. 10 para. 3<sup>ter</sup> CISA are investors who have concluded an asset management or investment advisory agreement (including Credit Suisse Invest investment solutions) with a financial intermediary pursuant to Art. 4 para. 3a. FinSA or a foreign financial intermediary that is subject to equivalent standards of supervision, unless they have declared that they do not wish to be treated as qualified investors. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Units of classes **QBH CHF, QBH AUD, QBH CAD, QBH DKK, QBH EUR, QBH GBP, QBH HKD, QBH JPY, QBH NOK, QBH NZD, QBH SEK, QBH SGD and QBH USD** (jointly referred to as "QBH class units") are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD or USD respectively to the greatest possible extent and in accordance with the benchmark index rules. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the

unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The circle of investors for **QBH** class units is confined to qualified investors pursuant to Art. 10 paras. 3 and 3<sup>ter</sup> CISA. Qualified investors within the meaning of Art. 10 para. 3 CISA are professional clients pursuant to Art. 4 paras. 3–5 or pursuant to Art. 5 paras. 1 and 4 FinSA. Qualified investors within the meaning of Art. 10 para. 3<sup>ter</sup> CISA are investors who have concluded an asset management or investment advisory agreement (including Credit Suisse Invest investment solutions) with a financial intermediary pursuant to Art. 4 para. 3a. FinSA or a foreign financial intermediary that is subject to equivalent standards of supervision, unless they have declared that they do not wish to be treated as qualified investors.

The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Class **UA** units are distribution units that may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.

Class **UAH CHF/UAH EUR** units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. Class **UAH CHF/UAH EUR** units may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.

Class **UB** units are distribution units that may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.

Class **UBH CHF/UBH EUR** units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. Class **UBH CHF/UBH EUR** units may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.

Class **ZB** units are capital growth units for which no management commission is charged. They may only be held by investors pursuant to Art. 10 paras. 3 and 3<sup>ter</sup> CISA who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) are not eligible for this class. The fund

management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Purchases of class ZB units must be explicitly provided for in the asset management agreement, in a similar written agreement, or in the cooperation agreement. Compensation for administration, asset management and the custodian bank is charged through the aforementioned agreements. Costs incurred by the management of Class ZB units are payable to the fund management company on the basis of a separate contractual agreement.

Units of classes **ZBH CHF, ZBH AUD, ZBH CAD, ZBH DKK, ZBH EUR, ZBH GBP, ZBH HKD, ZBH JPY, ZBH NOK, ZBH NZD, ZBH SEK, ZBH SGD and ZBH USD** (jointly referred to as "ZBH class units") are capital growth units for which no management commission is charged and for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD and USD respectively to the greatest possible extent where economically worthwhile. They may only be held by investors pursuant to Art. 10 paras. 3 and 3<sup>er</sup> CISA who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) are not eligible for this class.

The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Purchases of ZBH class units must be explicitly provided for in the asset management agreement, in a similar written agreement, or in the cooperation agreement. Compensation for administration, asset management and the custodian bank is charged through the aforementioned agreements. Costs incurred by the management of Class ZBH units are payable to the fund management company on the basis of a separate contractual agreement.

Units do not take the form of actual certificates but exist purely as book entries. The investors are not entitled to demand delivery of a unit certificate in registered or bearer form. The corresponding entries of these classes must in principle be made in a safekeeping account at the custodian bank. Unit classes whose units may be held with SIX SIS Ltd as external custodian (deliverability) are shown in the table at the end of this prospectus. In consultation with the fund management company, the custodian bank shall oversee the procedures for ensuring that the conditions of eligibility are satisfied by the circle of investors.

The individual unit classes do not constitute segregated pools of assets. Although costs are in principle charged only to the unit class for which the service in question was rendered, the possibility of a unit class being held liable for the liabilities of another unit class cannot be ruled out.

In connection with the initial launch of unit classes in the CSIF (CH) II Gold Blue subfund, units in exchange-traded collective investment schemes pursuant to § 8 prov. 2 c) were transferred as contributions in kind in accordance with § 18 prov. 1 and subsequently sold. The sales proceeds were then reinvested in physical gold. Management fees were incurred which, in accordance with § 20 prov. 3, were charged to the subfund concerned. For the subsequent launch of other unit classes of the **CSIF (CH) II Gold Blue** and **CSIF (CH) II Gold Income Maximizer Blue** subfunds (subject to § 7 prov. 1), in the event of an analogous transfer of units in exchange-traded collective investment schemes pursuant to § 8 prov. 2 c) with subsequent sale and reinvestment in gold, the related costs as per § 6 prov. 3 will be charged to the new investment class concerned. For subfunds that invest in the units of other collective investment schemes (funds of funds), a concentration of fund assets in just a few target funds may occur owing to the restricted number of target funds defined in the investment policy.

Investors are made aware that the funds of funds of the Credit Suisse Index Fund (CH) II Umbrella invest in units of the ZA/ZB/ZA/ ZBH classes of the target funds for which no management commission is charged pursuant to § 6.

Certain costs (e.g. fees for the fund management company, audit costs, costs for the net asset value calculation, etc.) may be incurred twice, i.e. once in the fund of funds and once in the target funds in which the fund of funds invests its assets.

## 1.2 Investment Objective, Investment Policy and Investment Restrictions of the Subfunds, and Use of Derivatives by the Subfunds

### 1.2.1 Investment Objective

The investment objective of this umbrella fund is principally to achieve an appropriate return in the accounting currency of the individual subfunds by investing in the instruments listed below. Due account shall be taken to the greatest extent possible of the principle of risk diversification, the security of the capital invested, and the liquidity of the umbrella fund's subfunds and of these subfunds' assets.

The investment objective of the subfund CSIF (CH) II Gold Income Maximizer Blue is to replicate the performance of gold as closely as possible as well as generate an additional return through the sale of call options, subject to any deviations caused by the fees and incidental costs charged to the subfund's assets. Furthermore, in accordance with section 5.1 of this prospectus and § 23 prov. 3 of the fund contract, the fund provides for regular partial repayments amounting to approximately 2% of the subfund's net assets p.a. to the investors.

The investment objective of the subfund CSIF (CH) II SMI Income Maximizer Blue is to replicate the performance of the SMI as closely as possible as well as generate an additional return through the sale of call options, subject to any deviations caused by the fees and incidental costs charged to the subfund's assets. Furthermore, in accordance with section 5.1 of this prospectus and § 23 of the fund contract, the subfund provides for quarterly distributions to the investors amounting to approximately 5% of the subfund's net assets p.a. Taking into account the restrictions defined in § 23 of the fund contract, the quarterly distributions may comprise the following components: income, realized capital gains and/or partial repayments.

The assets of the subfunds are subject to normal market fluctuations. There can therefore be no guarantee that the investment objective will be met. Historical performance is no guarantee of the subfunds' future returns.

Detailed information on the investment policy and its restrictions, as well as the permitted investment techniques and instruments (in particular derivatives and their scope) can be found in the fund contract (cf. Part II, §§ 7 to 15).

### 1.2.2 Investment Policy of the Subfunds

#### a) CSIF (CH) II Gold Blue

This subfund invests primarily in physical gold in marketable form, i.e. bars with a standard weight of approx. 400 ounces (oz.) (approx. 12.5 kg) and a purity of 995/1,000 or higher (bank gold) that have been produced by a refinery that is on the Good Delivery List (current list and former list) of the London Bullion Market Association (can be viewed at [www.lbma.org.uk](http://www.lbma.org.uk)); the investment currency of gold is the US dollar. Moreover, the subfund may hold debit or credit balances of gold in book form (precious metal account) up to a maximum of 450 ounces (oz.) (approx. 14 kg); if this amount is exceeded it must be scaled back or offset within three working days. The US dollar is the investment currency for gold. The subfund invests in derivatives on foreign exchange rates and currencies, as well as in units of domestic and foreign collective investment schemes, either exchange-listed or unlisted, that are compliant with the investment policy.

#### b) CSIF (CH) II Gold Income Maximizer Blue

This subfund invests primarily in physical gold in marketable form: that is, bars with a standard weight of around 400 ounces (oz.) (approx. 12.5 kg) and a purity of 995/1,000 or higher (bank gold) that have been produced by a refinery that is on the Good Delivery List (current list and former list) of the London Bullion Market Association (can be viewed at [www.lbma.org.uk](http://www.lbma.org.uk)), as well as generating an additional return from the sale of call options; the investment currency for gold is the US dollar. Moreover, the subfund may hold debit or credit balances of gold in book form (precious metal account) up to a maximum of 450 ounces (oz.) (approx. 14 kg); if this amount is exceeded it must be scaled back or offset within three working days, the US dollar being the investment currency for gold. The subfund invests in derivatives on foreign exchange rates and currencies, in derivatives for investment purposes on the above-mentioned investments, as well as in units of domestic and foreign collective investment schemes, either exchange-listed or unlisted, that are compliant with the investment policy.

#### c) CSIF (CH) II SMI Income Maximizer Blue

This subfund replicates the performance of the SMI as closely as possible and aims to generate an additional return through the sale of call options. Through direct and indirect investments, the subfund may track the benchmark index given in the table at the end of the prospectus ("benchmark index"). In some cases, the subfund may invest in a representative selection of securities from the benchmark index (optimized sampling) rather than in all the securities in the index. Selection is facilitated by a system that takes account of quantitative factors as well as factors that determine returns. The portfolio may be limited to a representative selection of securities from the benchmark index owing to the investment restrictions set out below, to other legal or statutory restrictions, to costs and expenses incurred by the subfund, or to the illiquidity of certain investments. These optimization strategies can involve holding securities in a different proportion to that of the benchmark index and/or using derivatives to replicate the performance of specific securities contained in the benchmark index.

### 1.2.3 Investment Restrictions of the Subfunds

Detailed information on the subfunds' investment restrictions can be found in the fund contract (see Part II, § 15).

### 1.2.4 Liquidity Risk Management

The fund management company ensures adequate liquidity management. It assesses the liquidity of the subfunds of the umbrella fund in the context of structuring and launch, and thereafter on a monthly basis. Assessment involves analysis of various scenarios and takes account of criteria including diversification and size of the subfund, fungibility of the investments, characteristics of the fund-specific investment market, market elasticity and depth of the markets in which the subfund invests. For certain asset classes with restricted liquidity or where the availability of market information is limited (e.g. real estate, mortgages, alternative investments), this analysis may be performed at longer intervals and the criteria used may differ. The fund management company documents the results of this analysis and, if necessary, defines and implements appropriate measures for limiting any liquidity risks. The factors influencing liquidity risk can change constantly, sometimes in unexpected and significant ways. Notwithstanding the analysis performed by the fund management company and the measures taken, it is therefore possible that liquidity risks will arise for the subfunds (cf. in addition point 1.2.7).

### 1.2.5 Use of Derivatives by the Subfunds

The fund management company may use derivatives. However, even under extreme market circumstances, the use of derivatives may not result in a deviation from the investment objectives or a change in the investment character of the subfunds.

Commitment I approach is applied for the assessment of risk.

Derivatives form part of the investment strategy and are not used solely to hedge investment positions. In connection with collective investment schemes, derivatives may only be used to hedge currency risks. They may, however, be used to hedge market, interest rate and credit risks of collective investment schemes where the risks are clearly definable and measurable. Only basic forms of derivatives may be used, i.e. call or put options, swaps, credit default swaps (CDS), and futures and forward transactions, as described in more detail in the fund contract (cf. § 12), and only provided the underlying securities are permitted as investments under the fund contract. The derivative transactions may be concluded on an exchange or other regulated market open to the public, or in OTC (over-the-counter) trading. In addition to the market risks, derivatives are also subject to counterparty risk, i.e. the risk that the party to the contract may not be able to meet its obligations and may thus cause a financial loss.

With a CDS, the default risk of a credit position is transferred from the risk seller to the risk buyer. The latter receives a premium as compensation. The size of this premium depends, among other things, on the probability of a loss event occurring and the maximum size of the loss; both factors are generally difficult to assess, which increases the risk associated with the CDS. The fund may act as both a risk buyer and a risk seller.

Even under extraordinary market circumstances, the use of these instruments may not result in subfund assets being leveraged, nor may they correspond to a short sale.

### 1.2.6 Collateral Strategy

With regard to the use of certain investment techniques and in connection with OTC transactions, the fund management company accepts collateral

as per the CISO-FINMA, which may have the effect of reducing the level of counterparty risk assumed.

The fund management company currently considers the following types of assets as permissible collateral:

- Cash in Swiss francs, euros, US dollars, or a reference currency of a subfund;
- Fixed or variable interest-bearing debt instruments or securities issued or guaranteed by an OECD state or a public-law entity in the OECD or by an international organization with public-law characteristics to which Switzerland or a member state of the European Union belongs;
- Fixed or variable interest-bearing debt instruments or securities relating to an issuer domiciled in an OECD member state;
- Equities, insofar as these are ordinary shares traded on an exchange or on another regulated market open to the public in Switzerland, an EU member state, an OECD member state, or the United States of America (US), as well as equities represented in a widely diversified benchmark index.

Fixed or variable interest-bearing debt instruments or securities must generally have a long-term minimum rating of "A-" or the equivalent and a short-term minimum rating of "A-2" or the equivalent. If the counterparty, its guarantor, or an intermediary of transactions concluded on the basis of investment techniques or OTC transactions possesses a long-term minimum rating of "A-" or equivalent, the fund management may accept collateral with a rating of below "A-", although the minimum rating may never be less than "BBB-" or "A-3" or equivalent.

If an issuer or security is the subject of different ratings from Standard and Poor's, Moody's or Fitch, the lowest of these ratings shall apply.

The fund management company is entitled to issue restrictions with respect to certain OECD countries and equity indices and limit their acceptance onto the list of permissible countries or benchmark indices, as well as exclude them from the list altogether, or, at a more general level, impose further restrictions on permissible collateral vis-à-vis counterparties and intermediaries.

The fund management company shall determine the necessary scope of collateralization on the basis of the applicable risk diversification and guidelines, taking into account the nature and characteristics of the corresponding transactions, the creditworthiness of the respective counterparties, and prevailing market conditions. In the case of securities lending, the fund management company agrees with the borrower or intermediary that collateral shall be pledged or transferred to the fund management company; the value of this collateral should be adequate and at all times equal to at least 100% of the market value of the loaned securities.

Received collateral is valued at least once a day on all trading days. For all types of assets accepted as collateral, the fund management company employs a haircut strategy. A haircut (security margin) is a discount applied to the value of an asset accepted as collateral, in order to take account of the fact that the valuation or liquidity profile of this asset may deteriorate from time to time. The haircut strategy takes into account the characteristics of each asset, particularly the type and creditworthiness of the issuer of the collateral, as well as its price volatility. In the corresponding agreement with the relevant counterparty, which may stipulate minimum transfer amounts, the fund management company seeks to ensure that all collateral received is assigned an adjusted value in keeping with the haircut strategy.

On the basis of its haircut strategy, the fund management company generally applies the following discounts:

Types of collateral	Discount
Cash in Swiss francs, euros, US dollars, or a reference currency of a subfund	0%
Fixed or variable interest-bearing debt instruments or securities issued or guaranteed by an OECD state or a public-law entity in the OECD or by an international organization with public-law characteristics to which Switzerland or a member state of the European Union belongs	0.5%–5%
Fixed or variable interest-bearing debt instruments or securities relating to an issuer domiciled in an OECD member state	1%–8%
Equities, insofar as these are ordinary shares traded on an exchange or on another regulated market open to the public in Switzerland, an EU member state, an OECD	5%–15%

member state, or the United States of America (US), as well as equities represented in a widely diversified benchmark index	
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The fund management company reserves the right, particularly in the event of unusual market volatility, to increase the discounts it applies to the collateral received from counterparties and intermediaries, so that the subfunds have higher collateral and the counterparty risk is reduced accordingly.

When managing the collateral, the fund management company and its agents must fulfill the obligations and requirements set out under Art. 52 CISO-FINMA. In particular, the fund management company shall ensure appropriate diversification of collateral by country, market, and issuer. With respect to issuer cluster risks, these will be deemed to be appropriately diversified if the collateral accounted for by a single issuer does not exceed 20% of the net asset value. Exceptions for publicly guaranteed or publicly issued investments pursuant to Art. 83 CISO remain reserved.

With respect to cash collateral received, the fund management company may only invest this in the corresponding currency in the form of liquid assets, government bonds of high quality, and directly or indirectly in money market instruments with short terms, or use these instruments as reverse repos.

A subfund may suffer a loss from the reinvestment of received cash collateral, particularly if the investment made with this cash collateral depreciates. As a result of the reduction in value of such an investment, the amount available for transfer back to the counterparty will also be reduced. Any resulting difference in value of the received cash collateral must be made good by the subfund in question, which is why this subfund will incur a loss.

Collateral other than liquid assets may not be lent out, repledged, sold, reinvested, or used for repo transactions or to cover the liabilities of derivative financial instruments.

Collateral received must be held in safekeeping with the custodian bank. The collateral received may be held by a supervised third-party depository on the fund management company's behalf, provided the collateral's ownership is not transferred to the fund management company and the depository is independent of the counterparty.

### 1.2.7 Significant Risks

#### CSIF (CH) II Gold Blue

##### CSIF (CH) II Gold Income Maximizer Blue

The primary risks include the risk of a concentration of investments. As the subfund in principle invests exclusively in physical gold, risk diversification – a typical feature of securities funds – does not exist in this instance. The income and value of the units are subject to fluctuations arising largely from fluctuations in the value of gold. Gold does not normally produce any income. Due to the lack of income and the fact that costs and commissions are nevertheless incurred simultaneously, the quantity of physical gold held per unit of the subfund will tend to decline over the long term. In relation to the bank managing the account, a counterparty risk exists up to the balance of the precious metals account. Although gold is in principle easy to trade, factors such as trading, transportation, customs and fiscal restrictions, as well as other government and non-governmental interventions and events, may have a substantial influence on the price of gold and/or the trading in gold itself.

#### CSIF (CH) II SMI Income Maximizer Blue

The primary, general risks include investment risks, market risks, currency risks, liquidity risks and counterparty risks, which can affect the value of the investments.

Specific risk factors for the subfund include:

Index replication risks: The subfund seeks to replicate the performance of its benchmark index using a replication and optimization strategy. However, there can be no guarantee that it will actually achieve perfect replication and the subfund may be subject to the risk of tracking error; this is the risk that the returns occasionally do not precisely replicate those of the relevant benchmark index. This tracking error may result from the fact that the subfund is unable to hold the exact components of the benchmark index, for example because local markets are subject to trading restrictions or because smaller components of the index are illiquid.

Optimized sampling: For the subfund, it may in some circumstances be impracticable or not cost-efficient to fully replicate its benchmark index. "Optimization techniques" may be used in the case of this subfund. With

these optimization techniques, only a strategic selection of the securities contained in the benchmark index is purchased. These optimization strategies can involve holding securities in a different proportion to that of the benchmark index and/or using derivatives to replicate the performance of specific securities contained in the benchmark index. In addition, for the subfund in the equities category, optimization strategies can involve the selection of securities that are not components of the benchmark index but have similar investment characteristics to the investments contained in the benchmark index. Optimizing subfunds may involve tracking error risk; this means that the return produced by the subfund and the benchmark index can differ, since the benchmark index is not fully replicated.

Index-related risk: There is no guarantee that the index provider will replicate the benchmark index exactly, or that the benchmark index will be determined, constructed or calculated exactly. Index providers do not generally give any warranty or accept any liability as to the quality, accuracy or completeness of the data concerning the individual benchmark indices; nor do they guarantee that the published indices will comply with the index procedures described. There is no warranty or guarantee in the case of errors made by index providers. The costs and market risk of the subfund can increase, not only due to errors in the benchmark index of the subfund but also owing to additional ad-hoc reweightings and compositions undertaken by an index provider in the benchmark index (for example, in order to correct an error).

Equity investments: Share prices may be affected by many factors at the level of the company in question, as well as by general economic and political developments, including trends in economic growth, inflation and interest rates and reports concerning company profits, demographic trends and disasters. The risks associated with investments in equities and equity-type securities include significant fluctuations in market prices, negative issuer or market information and the subordinate status of equity in relation to debt paper of the same issuer.

### 1.3 Profile of the Typical Investor

#### CSIF (CH) II Gold Blue

##### CSIF (CH) II Gold Income Maximizer Blue

The subfunds are suitable for investors with a medium- to long-term horizon who are primarily interested in the development of the benchmark index set out in the table at the end of this prospectus. They must be prepared to see the net asset value of fund units undergo sharp fluctuations and sustained declines. They are aware of the significant risks of an investment in gold. Due to the limited risk distribution – that is, risk concentration – in gold, the subfunds are in principle suitable only for a limited portion of an individual investor's assets.

#### CSIF (CH) II SMI Income Maximizer Blue

The strategy is suitable for moderate upward, sideways, and moderate downward trends in the benchmark index. In phases in which there is a significant increase in the benchmark index, the strategy may not be in a position to fully capture the upward trend. The subfund is suitable for investors with a medium- to long-term horizon who are primarily interested in the development of the benchmark index set out in the table at the end of this prospectus as well as in a potential additional return through the sale of call options. Investors must be prepared to see the net asset value of fund units undergo sharp fluctuations and sustained declines. They are aware of the significant risks of an investment in equities.

### 1.4 Tax Regulations Relevant to the Subfunds

Sales of bank gold are exempt from value added tax under Art. 44 of the VAT Ordinance.

The umbrella fund has no legal personality in Switzerland. It is not subject to tax on income or capital.

The Swiss federal withholding tax deducted from the domestic income of the umbrella fund or the subfunds can be reclaimed in full for the umbrella fund or subfunds respectively by the fund management company.

Income and capital gains realized outside Switzerland may be subject to the relevant withholding tax deductions imposed by the country of investment. Insofar as is possible, these taxes will be reclaimed at fund level by the fund management company on behalf of investors resident in Switzerland under the terms of double taxation treaties or other such agreements. Taking account of the principle of proportionality, the fund management company monitors the development of tax legislation and seeks to reduce the subfunds' tax burden.

Net income retained and reinvested by the umbrella fund and subfunds is subject to Swiss federal withholding tax (source tax) at 35%. Investors domiciled in Switzerland may reclaim the deducted withholding tax via their tax returns or by submitting a separate refund application, Distributions of income made by the umbrella fund or the subfunds to investors domiciled in Switzerland and abroad are subject to Swiss federal withholding tax (source tax) at 35%. Any capital gains paid on a separate coupon, as well as partial payments pursuant to § 23 prov. 3 of the fund contract, are not subject to withholding tax.

Investors domiciled in Switzerland may reclaim the deducted withholding tax via their tax returns or by submitting a separate refund application, Investors domiciled outside Switzerland may reclaim withholding tax under the terms of any double taxation treaty between Switzerland and their country of domicile. If no such treaty exists, then the withholding tax may not be reclaimed.

Investors domiciled abroad who benefit from the affidavit process will be paid the withholding tax on presentation of the declaration of domicile. This is subject to presentation of confirmation from a bank stating that the units in question are held at the bank in the custody account of an investor domiciled outside Switzerland, and that the distributions of income are credited to this investor's account (bank declaration/affidavit). No guarantee can be given that at least 80% of the fund's income will stem from foreign sources.

Furthermore, both earnings and capital gains, whether distributed or reinvested, and depending on the person who holds the units either directly or indirectly, may be subject wholly or in part to a so-called paying agency tax (e.g. Foreign Account Tax Compliance Act).

This tax information is based on the current legal situation and practice. It is subject to changes in legislation, the decisions of the courts and the decrees and practices of the tax authorities.

**Taxation and other tax implications for investors who hold, buy or sell fund units are defined by the tax laws and regulations in the investor's country of domicile. Investors should contact their tax advisor for information on this subject.**

The umbrella fund and its subfunds have the following tax status:

FATCA:

The umbrella fund and its subfunds are registered with the US tax authorities as a "registered deemed compliant collective investment vehicle (CIV)" pursuant to the Agreement Between Switzerland and the United States of America for Cooperation to Facilitate the Implementation of FATCA (Foreign Account Tax Compliance Act) ("Swiss/US IGA").

Automatic exchange of information:

This umbrella fund and the subfunds qualify as Non-reporting Financial Institutions for the purposes of the automatic exchange of information pursuant to the Common Reporting and Due Diligence Standard (CRS) of the Organisation for Economic Co-operation and Development (OECD) relating to information on financial accounts.

## 2 Information on the Fund Management Company

### 2.1 General Information on the Fund Management Company

The fund management company is Credit Suisse Funds AG, Zurich. It has been exclusively active in the fund business since its formation as a limited company in 1984.

The subscribed share capital of the Management Company, which is fully paid up, has stood at CHF 7 million since June 30, 1994. The share capital is divided into registered shares.

Credit Suisse Funds AG is a wholly owned subsidiary of Credit Suisse AG, Zurich.

#### Board of Directors

- **Andreas Binder**, Chair  
Relevant activities outside of the fund management company: Partner in Binder Rechtsanwälte KLG, Baden; lecturer at the University of St. Gallen; Chair of the Board of Directors of Binder & Partner AG, Baden; Chair of the Board of Directors of MDE Beteiligungen AG, Baden; Chair of the Board of Directors of SwissMediaForum AG, Baden
- **Hans Peter Bär**, Member  
No relevant activities outside of the fund management company
- **Luca Diener**, Vice-Chair  
Relevant activities outside of the fund management company: Managing Director, Diener Financial Consulting, Zurich
- **Jürg Roth**, Member

- **Patrick Tschumper**, Member  
Relevant activities outside of the fund management company: Managing Director of Credit Suisse (Switzerland) Ltd., Zurich; Member of the Board of Trustees of Credit Suisse Investment Foundation, Zurich; Member of the Board of Trustees of Credit Suisse Investment Foundation 2nd Pillar, Zurich; Member of the Board of Directors of Copernicus Holding SA, Lugano, and of subsidiaries of the latter
- **Thomas Vonaesch**, Member  
Relevant activities outside of the fund management company: Chair of the Board of Directors, Helvetia Asset Management AG, Basel

#### Executive Board

- **Thomas Schärer**, CEO  
No relevant activities outside of the fund management company
- **Emil Stark**, Deputy CEO and Head of Fund Solutions AM  
Relevant activities outside of the fund management company: Credit Suisse representative in various fund structures domiciled in Luxembourg and in Ireland
- **Christian Bieri**, Member, Real Estate Fund Management  
No relevant activities outside of the fund management company
- **David Dubach**, Member, Oversight & ManCo Services  
No relevant activities outside of the fund management company
- **Marcus Eberlein**, Member, Performance & Risk Management  
No relevant activities outside of the fund management company
- **Gilbert Eyb**, Member, Legal  
No relevant activities outside of the fund management company
- **Naftali Halonbrenner**, Member, Fund Administration  
No relevant activities outside of the fund management company
- **Hans Christoph Nickl**, Member, COO  
No relevant activities outside of the fund management company
- **Ralph Warth**, Member, Fund Solutions PLF  
Relevant activities outside of the fund management company: Member of the Board of Directors of Postbank SICAV, Luxembourg; CEO of RLW – Rare Limited Whisky LLC, Lachen
- **Gabriele Wyss**, Member, Compliance  
No relevant activities outside of the fund management company

All information concerning the relevant activities of the Board of Directors and members of the Executive Board outside the fund management company refers to the date of the prospectus.

As of December 31, 2022, the fund management company managed or administered a total of 409 collective investment schemes (including subfunds) in Switzerland, with assets under management totaling CHF 371.7 billion.

Credit Suisse Funds AG, the fund management company, is registered with the US tax authorities as a "deemed compliant FFI" pursuant to the Agreement Between Switzerland and the United States of America for Cooperation to Facilitate the Implementation of FATCA (Foreign Account Tax Compliance Act) ("Swiss/US IGA").

Address:  
Credit Suisse Funds AG  
Uetlibergstrasse 231  
8070 Zurich

Website:  
www.credit-suisse.com

### 2.2 Transfer of Investment Decisions

Investment decisions in respect of all subfunds have been transferred to Credit Suisse Asset Management (Switzerland) Ltd., Zurich, as asset manager.

Credit Suisse Asset Management (Switzerland) Ltd. is an approved manager of collective assets and subject to supervision by the Swiss Financial Market Supervisory Authority FINMA. The employees of Credit Suisse Asset Management (Switzerland) Ltd., a subsidiary of Credit Suisse AG and Credit Suisse (Switzerland) Ltd., have many years of experience in

the fields of asset management and investment advice for domestic and international private and institutional clients.

The precise duties involved are set out in an asset management agreement between Credit Suisse Funds AG and Credit Suisse Asset Management (Switzerland) Ltd.

### 2.3 Transfer of Other Specific Tasks

The fund management company has transferred various specific tasks in connection with the administration of the fund to the following group companies of Credit Suisse Group AG:

- Credit Suisse AG, Switzerland: specific tasks such as providing legal and compliance advice, managing the fund management company's finances, tax advice, facility management, IT services, the Management Information System (MIS), and collateral management.
- Credit Suisse (Switzerland) Ltd., Switzerland: specific tasks in the areas of human resources and business risk management.
- Credit Suisse Asset Management (Switzerland) Ltd., Switzerland: real estate administration (including fund and real estate accounting, and estate management), hedging transactions.
- Credit Suisse Fund Services (Luxembourg) S.A., Luxembourg: specific tasks relating to fund accounting.
- Credit Suisse (Poland) Sp.z.o.o., Poland: specific tasks in the areas of product master data, price publication, fact sheet production, Key Investor Information Document production, preparation of reports, and other support tasks relating to risk management.

Precise details on how the tasks are to be fulfilled are laid down in an agreement between the fund management company and the specified group companies. Further specific tasks may be transferred to the group companies specified.

### 2.4 Exercising of Membership and Creditors' Rights

The fund management company exercises the membership and creditors' rights associated with the investments of the subfunds it manages independently and exclusively in the interests of the investors. The fund management company will, upon request, provide the investors with information on exercising of membership and creditors' rights.

In the case of scheduled routine transactions, the fund management company is free to exercise membership and creditors' rights itself or to delegate their exercise to the custodian bank or a third party, as well as to waive the exercising of membership and creditors' rights.

In the case of all other events that might have a lasting impact on the interests of the investors, in particular the exercising of membership and creditors' rights the fund management company holds as a shareholder or creditor of the custodian bank or another related legal entity, the fund management company will exercise the voting rights itself or issue explicit instructions. In such cases, it may base its actions on information it receives from the custodian bank, the asset manager, the company or from voting rights consultants and other third parties, or on information it learns from the press.

## 3 Information on the Custodian Bank

The custodian bank is Credit Suisse (Switzerland) Ltd., Paradeplatz 8, 8001 Zurich. The bank was incorporated in Zurich in April 2015 with the legal form of a joint-stock company. In the fourth quarter of 2016, Credit Suisse (Switzerland) Ltd. acquired the majority of the business of Credit Suisse AG belonging to the Swiss Universal Bank division. Credit Suisse (Switzerland) Ltd. is a wholly owned subsidiary of Credit Suisse AG, Zurich.

Credit Suisse (Switzerland) Ltd. offers a comprehensive range of banking services and products for private, business and institutional clients domiciled in Switzerland and for certain international clients.

The custodian bank may delegate the safekeeping of the subfunds' assets to third-party custodians and central depositories in Switzerland and abroad, provided this is in the interests of efficient safekeeping. In relation to financial instruments, the fund's assets may only be held in safekeeping by regulated third-party custodians and central depositories. This does not apply to mandatory safekeeping at a location where the transfer to regulated third-party custodians and central depositories is not possible, in particular due to mandatory legal provisions, or to the investment product's modalities. The use of third-party custodians and central depositories means that deposited securities are no longer owned solely by the fund management company, which instead becomes only a co-owner. Moreover, if the third-party custodians and central depositories are not regulated, they are unlikely to meet the requirements placed on Swiss banks in organizational terms.

The tasks of the custodian bank under delegation of safekeeping to an agent shall comply with § 4 prov. 6 of the fund contract. The custodian bank is responsible for the losses caused by a third-party custodian or central depository, unless it can prove that it applied the degree of due diligence with regard to the selection, instruction and monitoring required in the given circumstances.

The custodian bank is registered with the US tax authorities as a "participating foreign financial institution (pFFI)" pursuant to the Agreement Between Switzerland and the United States of America for Cooperation to Facilitate the Implementation of FATCA (Foreign Account Tax Compliance Act) "Swiss/US IGA" and section 1471-1474 of the US Internal Revenue Code including related decrees.

## 4 Information on Third Parties

### 4.1 Paying Agents

The paying agent is the following bank:

- Credit Suisse (Switzerland) Ltd., Paradeplatz 8, 8001 Zurich, and all its branches in Switzerland.

### 4.2 Distributors

The following institution has been appointed to undertake distribution activities in connection with the subfunds:

- Credit Suisse AG, Paradeplatz 8, 8001 Zurich, and all its branches in Switzerland.

The fund management company is entitled to appoint other distributors to undertake distribution activities in connection with the subfunds.

### 4.3 Auditor

The auditor is PricewaterhouseCoopers AG, Zurich.

## 5 Further Information

### 5.1 Useful References

Swiss securities numbers:	cf. table at the end of the Sales Prospectus
ISIN numbers:	cf. table at the end of the Sales Prospectus
Listing:	none
Accounting year:	March 1 to end of February
Term:	unlimited
Accounting currency:	cf. table at the end of the Sales Prospectus
Units:	- Units represent contractual claims against the fund management company for a proportion of the assets and income of the collective investment scheme. - Units exist purely in book-entry form. - Deliverable units may be certificated and delivered to a Swiss central depository in the form of a global certificate.
Appropriation of income:	Income will be distributed within four months of the end of the accounting year or reinvested, as the case may be. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue, the distribution of income may be spread across one or more distribution dates in accordance with the quarterly distributions.
Realized capital gains:	Some or all capital gains realized on the sale of assets and rights can be distributed by the fund management company or retained for the purpose of reinvestment. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue, a decision may be taken to distribute realized capital gains through one or more payments in accordance with the quarterly distributions.
Partial repayments:	Provided that all income and realized gains for the most recent and preceding accounting years were distributed in their entirety, the fund management company may decide on a partial repayment for the subfund CSIF (CH) II Gold Income Maximizer Blue. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue,



the fund management company may under the same conditions decide on partial repayments in the form of one or more payments within the framework of the quarterly distributions. This involves a repayment of paid-up capital, without the fund being (partially) liquidated. No costs shall arise as a result of the partial repayment for either the fund or the investors. The partial repayment may take place in conjunction with the audited annual financial statements and will be shown in the annual report. The fund management company shall publish the partial repayment in the official medium of publication in advance. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue, the fund management company may as of the launch of the subfund and up to the first audited annual financial statements decide on partial repayments within the framework of the quarterly distributions, without the fund being (partially) liquidated. The fund management company shall publish the partial repayment in the official medium of publication in advance as well as disclose it in the annual report. No costs shall arise as a result of the partial repayment for either the fund or the investors.

## 5.2 Terms for the Issue and Redemption of Subfund Units

Subfund units will be issued or redeemed on every bank working day (Monday to Friday). No issues or redemptions will take place on Swiss public holidays, i.e. Easter, Whitsun, Christmas, New Year, August 1, etc., or on days when no afternoon fixing takes place (particularly Christmas Eve (Dec. 24) and New Year's Eve (Dec. 31)), or on days when the stock exchanges and markets in the main investment countries or precious metal trading in London for the corresponding subfund are closed (cf. § 16 prov. 1 of the fund contract).

Instead of a cash payment, investors may request that assets be transferred into the fund's assets at subscription or, in the event of a redemption, be transferred to them out of the fund's assets ("transfer of assets in kind"). This request must be submitted along with the subscription or redemption application. The fund management company is not obliged to consent to transfers of assets in kind. The fund management company decides on any request for a transfer of assets in kind at its own discretion and only gives its consent if the execution of such a transaction complies fully with the investment policy of the umbrella fund or subfund and does not harm the interests of the other investors. Details of incoming and outgoing transfers of assets in kind are regulated in § 18 of the fund contract.

Subscription and redemption orders received by the custodian bank by the time stated in the table at the end of the prospectus on a given bank working day (order day) will be settled on the next bank working day (valuation day) on the basis of the net asset value calculated on this day. The net asset value taken as the basis for the settlement of the order is therefore not known when the order is placed (forward pricing).

It is calculated on the valuation day on the basis of the closing prices on the order day. The assets of the subfund will not be valued on days when the stock exchanges/markets in the main investment countries of the subfund concerned are closed (e.g. bank and stock exchange holidays). To the extent that payment is made by the transfer of assets in kind (cf. § 18 of the fund contract), this applies likewise to the valuation of such assets.

The net asset value of a unit of a given class of a subfund is determined by the proportion of this subfund's assets as valued at the market value attributable to the given unit class, minus any of this subfund's liabilities that are attributed to the given unit class, divided by the number of units of the given class in circulation. In each case it is rounded up or down to the next smallest unit of the fund's accounting currency.

The issue price corresponds to the net asset value calculated on the valuation day, plus any incidental costs (standard market brokerage fees, commissions, taxes and duties) incurred by the corresponding subfund on average in connection with the investment of the amount paid in, plus the

issuing commission. The level of the incidental costs and the issuing commission is set out in the table at the end of the prospectus.

The redemption price corresponds to the net asset value calculated on the valuation day, minus the incidental costs incurred by the corresponding subfund on average in connection with the sale of that portion of investments corresponding to the redeemed units and minus the redemption commission. More precise information is contained in § 17 prov. 2 of the fund contract. The level of the incidental costs and the redemption commission is set out in the table at the end of the prospectus.

Units will not take the form of actual certificates but will exist purely as book entries. The investors are not entitled to demand delivery of a unit certificate in registered or bearer form.

The fund management company and the custodian bank may, within the scope of their sales activities, refuse purchase applications and may suspend or limit the sale, distribution or transfer of units to individuals or corporate bodies in particular countries or areas.

## 5.3 Fees and Incidental Costs

Details on the fees and incidental costs for each subfund are set out in the table at the end of the prospectus.

Furthermore, the fees and incidental costs listed under § 20 of the fund contract may also be charged to the subfunds.

Information on the rates actually charged per subfund can be found in the annual and semi-annual reports.

Taking any rebates into account, the management fees of the target funds in which investments are made may not exceed 3% of the net asset value of the target fund in question, excluding any performance-related fees. The maximum rate of the management fee of the target funds in which investments are made will be disclosed in the annual report.

### The following applies for the subfunds CSIF (CH) II Gold Income Maximizer Blue and CSIF (CH) II SMI Income Maximizer Blue:

The management commission payable to the fund management company is used as follows:

- Management fee element (§ 20 prov. 1 a) of the fund contract): This fee covers administration, asset management and distribution. The management fee does not cover the services specified in b) below.
- Servicing fee element (§ 20 prov. 1 b) of the fund contract): The servicing fee covers the services provided in relation to the calculation of net asset values and the currency hedging of currency-hedged unit classes (FX hedging).

Furthermore, the fees and incidental costs listed under § 20 of the fund contract may also be charged to the subfund.

The management commission is used to pay for services provided by third parties to which the fund management company has transferred tasks as specified in provs. 2.2 and 2.3.

The custodian bank commission (§ 20 prov. 2 of the fund contract) covers the tasks performed by the custodian bank, including the safekeeping of fund assets, handling of the subfunds' payment transactions and the other tasks listed in § 4.

Information on the rates actually applied for each subfund can be found in the annual and semi-annual reports. Furthermore, the fees and incidental costs listed under § 20 of the fund contract may also be charged to the subfunds.

Information on the rates actually applied for each subfund can be found in the annual and semi-annual reports.

Taking any rebates into account, the management fees of the target funds in which investments are made may not exceed 3% of the net asset value of the target fund in question, excluding any performance-related fees. The maximum rate for the management fee applicable to the target funds in which investments are made is to be stated in the annual report.

### Payment of Retrocessions and Rebates

The fund management company and its agents may pay retrocessions (trailer fees) as remuneration for the marketing of fund units in or from Switzerland. These fees may be used to pay for the following services in particular:

- Providing marketing and legal documents and keeping a stock of such documents;
- Forwarding and making available publications required by law as well as other publications;

- Performing the due diligence tasks transferred by CS FUNDS in areas such as establishing client needs and sales restrictions;
- Examining and answering specific inquiries from investors regarding the investment product or provider;
- Relationship management;
- Training of client advisors in the area of collective investment schemes;
- Appointment and monitoring of other distributors;
- Entrusting a firm of auditors with the task of verifying compliance with certain obligations of the distributor, in particular with the Provisions for Distributors of the Asset Management Association Switzerland; etc.

Retrocessions are not deemed to be rebates, even if they are ultimately passed on to investors in whole or in part.

The recipients of retrocessions ensure transparent disclosure and automatically notify the investor free of charge of the level of compensation they may receive for the distribution.

On request, the recipients of the retrocessions will disclose the amounts they have actually received for the distribution activities in connection with the collective investment scheme units of these investors.

The fund management company and its agents may pay rebates directly to investors from a fee or cost charged to the fund with the purpose of reducing the said fee or cost. Rebates are permitted provided that they

- are paid from fees that were charged to the fund assets and therefore are not charged additionally to the fund assets;
- are granted on the basis of objective criteria;
- are granted equally to all investors meeting the objective criteria, provided the timeframe is the same.

Rebates are granted upon fulfillment of the following requirements:

- the minimum investment in a collective investment scheme or range of collective investment schemes;
- the amount of the fees generated by the investor;
- the expected investment period;
- the willingness of the investor to provide support in the launch phase of a fund.

#### **Total Expense Ratio**

The coefficient of the total costs charged to the subfunds' assets on an ongoing basis (total expense ratio, TER) is shown in the table at the end of the prospectus

#### **Fee-Sharing Agreements and Non-Pecuniary Benefits ("Commission Sharing Agreements" and "Soft Commissions")**

Commission sharing agreements exist for the Credit Suisse Index Fund (CH) II Umbrella. The fund management company has not, however, concluded any agreements in respect of retrocessions in the form of so-called soft commissions.

#### **Investments in Related Collective Investment Schemes**

If the fund management company acquires units of other collective investment schemes that are managed directly or indirectly by the fund management company itself or a company with which it is related by virtue of common management or control or by way of a significant direct or indirect stake ("related target funds"), it may not charge any issue or redemption commissions of the related target funds to the subfunds.

#### **5.4 Publication of Official Notices by the Umbrella Fund and Subfunds**

Further information on the umbrella fund and the subfunds may be found in the latest annual or semi-annual report. In addition, the latest information can be found on the Internet at [www.credit-suisse.com](http://www.credit-suisse.com).

The prospectus with integrated fund contract, the Key Investor Information Document and the latest annual or semi-annual reports may be obtained free of charge from the fund management company, the custodian bank and all distributors.

In the event of a change to the fund contract, a change in the fund management company or the custodian bank, as well the dissolution of the subfunds, the corresponding notice will be published by the fund management company on the Internet platform [www.fundinfo.com](http://www.fundinfo.com).

Prices and net asset values for all unit classes of each subfund will be published daily on the Internet platform [www.fundinfo.com](http://www.fundinfo.com), and if required also in Swiss and foreign newspapers as well as other electronic media.

#### **5.5 Sales Restrictions**

The fund management company and the custodian bank may prohibit or limit the sale (direct or indirect) or transfer of units to natural persons or legal entities in certain countries and territories.

With respect to the issue and redemption of units of the subfunds outside Switzerland, the regulations regarding investment funds and taxes in the country in question apply.

This investment fund's units may not be offered, sold or otherwise transferred in the United States of America or its territories. Units of this investment fund may not be offered, sold or delivered to citizens and/or residents of the United States of America and/or persons or entities whose income and/or revenue, irrespective of source, is subject to US income tax, including those deemed to be US persons under Regulation S of the US Securities Act of 1933 and/or the US Commodity Exchange Act, as amended.

#### **5.6 Information on the Private Placement of Units in Japan**

In the case of the subfund CSIF (CH) II Gold Blue, class FB units have been registered under the Law regarding Investment Trust and Investment Corporations of Japan (Law no. 198 of 1951, as amended, the "Investment Trust Law"). However, class FB units have not been, and will not be, registered under the Financial Instruments and Exchange Law of Japan (Law No. 25 of 1948, as amended, the "FIEL"). As such, class FB units may not be offered or sold, directly or indirectly, in Japan or to, or for the benefit of, any resident of Japan (including Japanese corporations) or to others for re-offering or resale, directly or indirectly, in Japan, or to any resident of Japan, except in compliance with a private placement directed solely to qualified institutional investors as defined in Article 2, paragraph 3, item 2, sub-item 1 of the FIEL and Article 10 of the cabinet ordinance regarding definitions under Article 2 of the FIEL (each a "QII"), or otherwise except in compliance with the FIEL and other applicable laws and regulations of Japan. Class FB units may not be offered, sold, resold or otherwise transferred to or beneficially owned by any investor who is a resident in Japan, unless such investor is a QII. "A resident / residents of Japan" shall have the meaning as defined under the Foreign Exchange and Foreign Trade Law of Japan (Law No. 228 of 1949, as amended). The transferor of class FB units shall notify any such transferee of the transfer restriction described above prior to such transfer.

A performance report of the subfund CSIF (CH) II Gold Blue, as defined under the Investment Trust Law ("Unyo hokokusyo"), will not be delivered to investors.

#### **5.7 Detailed Provisions**

All further information on the umbrella fund and subfunds, such as the method used for the valuation of the subfunds' assets, a list of all fees and incidental costs charged to the investor and the subfunds, and the appropriation of net income, can be found in detail in the fund contract.

Table: Summary of the Subfunds and Unit Classes<sup>1)</sup>

Subfunds	Unit classes <sup>1)</sup>	Security ID no.	ISIN no.	Accounting currencies/ other subscription and redemption currencies	Actual cost of adjusting derivatives strategy (redemption in kind)	Max. issue/redemption commission	Max. flat-rate management commission	Valuation date (days as of subscription/redemption)	Value date (days as of subscription/redemption)	Deadline for daily subscription and redemption of units	Min. investment amount/min. holding	Transfer of investment decisions for subfunds	Benchmark index	Total expense ratio (TER)		
														28.2.2018	28.2.2019	28.2.2020
CSIF (CH) II Gold Blue	ZB	-	-	USD / CHF / EUR	5.0% / 2.0%		0.0%	1	2	2 p.m. / 12 p.m. <sup>4)</sup>		Credit Suisse Asset Management (Switzerland) Ltd., Zurich	London Gold Fixing PM	-	-	-
	QB <sup>3)</sup>	35276535	CH0352765355				1.3%							-	0.1699%	0.1716%
	DB	20910676	CH0209106761				0.5%							0.0893%	0.0853%	0.0853%
	FB <sup>3)</sup>	20910678	CH0209106787				1.3%							0.2257%	0.2215%	0.2215%
	ZBH CHF	-	-	CHF			0.0%						-	-	-	
	ZBH EUR	-	-	EUR			0.0%						-	-	-	
	ZBH GBP	-	-	GBP			0.0%						-	-	-	
	QBH CHF <sup>3)</sup>	35276539	CH0352765397	CHF			1.3%						-	0.2033%	0.2033%	
	QBH EUR <sup>3)</sup>	-	-	EUR			1.3%						-	-	-	
	QBH GBP <sup>3)</sup>	-	-	GBP			1.3%						-	-	-	
	DBH CHF	22091896	CH0220918962	CHF			0.5%						London Gold Fixing PM (Hedged into CHF/EUR/GBP) <sup>5)</sup>	0.0899%	0.0855%	0.0855%
	DBH EUR	-	-	EUR			0.5%							-	-	-
	DBH GBP	-	-	GBP			0.5%							-	-	-
	FBH CHF <sup>3)</sup>	22091908	CH0220919085	CHF			1.3%						0.2562%	0.2499%	0.2512%	
	FBH EUR <sup>3)</sup>	-	-	EUR			1.3%						-	-	-	
	FBH GBP <sup>3)</sup>	-	-	GBP			1.3%						-	-	-	

Subfunds	Unit classes <sup>1)</sup>	Security ID no.	ISIN no.	Accounting currencies/ other subscription and redemption currencies	Actual cost of adjusting derivatives strategy (redemption in kind)	Max. issue/redemption commission	Max. management fee <sup>7)</sup>	Max servicing fee <sup>8)</sup>	Max. management commission	Max. custody bank fee charged to the subfund	Valuation date (days as of subscription / redemption)	Value date (days as of subscription / redemption)	Deadline for daily subscription and redemption of units	Min. investment amount/min. holding <sup>9)</sup>	Transfer of investment decisions for subfunds	Benchmark index	Total expense ratio (TER)		
																	28.2.2017	28.2.2018	28.2.2019
CSIF (CH) II Gold Income Maximizer Blue	A <sup>3)</sup>	57581160	CH0575811606	CHF / EUR / USD	0.4%	5.0% / 2.0%	1.15%	0.10%	1.25%	0.05%	1	2	2 p.m. / 12 p.m. <sup>4)</sup>	-	Credit Suisse Asset Management (Switzerland) Ltd., Zurich	London Gold Fixing PM	-	-	-
	B <sup>3)</sup>						1.15%	0.10%	1.25%					-					
	IA <sup>3)</sup>	57581155	CH0575811556				0.75%	0.10%	0.85%					100,000					
	IB <sup>3)</sup>						0.75%	0.10%	0.85%					100,000					
	UA	57581150	CH0575811507				1.05%	0.10%	1.15%					-					
	UB						1.05%	0.10%	1.15%					-					
	AH CHF <sup>3)</sup>	57581145	CH0575811457	CHF			1.15%	0.15%	1.30%					-					
	AH EUR <sup>3)</sup>			EUR			1.15%	0.15%	1.30%					-					
	BH CHF <sup>3)</sup>			CHF			1.15%	0.15%	1.30%					-					
	BH EUR <sup>3)</sup>			EUR			1.15%	0.15%	1.30%					-					
	IAH CHF <sup>3)</sup>	57581148	CH0575811481	CHF			0.75%	0.15%	0.90%					100,000					
	IAH EUR <sup>3)</sup>			EUR			0.75%	0.15%	0.90%					100,000					
	IBH CHF <sup>3)</sup>			CHF			0.75%	0.15%	0.90%					100,000					
	IBH EUR <sup>3)</sup>			EUR			0.75%	0.15%	0.90%					100,000					
	UAH CHF	57581158	CH0575811580	CHF			1.05%	0.15%	1.20%					-					
	UAH EUR			EUR			1.05%	0.15%	1.20%					-					
	UBH CHF			CHF			1.05%	0.15%	1.20%					-					
	UBH EUR			EUR			1.05%	0.15%	1.20%					-					

Subfunds	Unit classes <sup>1)</sup>	Security ID no.	ISIN no.	Accounting currencies/ other subscription and redemption currencies	Actual cost of adjusting derivatives strategy (redemption in kind)	Max. issue/redemption commission	Max. management fee <sup>7)</sup>	Max servicing fee <sup>9)</sup>	Max. management commission	Max. custody bank fee charged to the subfund	Valuation date (days as of subscription/redemption)	Value date (days as of subscription/redemption)	Deadline for daily subscription and redemption of units	Min. investment amount/min. holding <sup>9)</sup>	Transfer of investment decisions for subfunds	Benchmark index	Total expense ratio (TER)		
																	28.2.2017	28.2.2018	28.2.2019
CSIF (CH) II SMI Income Maximizer Blue	A <sup>3)</sup>			CHF / EUR / USD		5.0% / 2.0%	1.15%	0.10%	1.25%	0.05%	1	2	2 p.m.	-	Credit Suisse Asset Management (Switzerland) Ltd., Zurich	Swiss Market Index (SMI)	-	-	-
	B <sup>3)</sup>						1.15%	0.10%	1.25%					-			-	-	
	IA <sup>3)</sup>						0.75%	0.10%	0.85%					100,000			-	-	-
	IB <sup>3)</sup>						0.75%	0.10%	0.85%					100,000			-	-	-
	UA						1.05%	0.10%	1.15%					-			-	-	
	UB						1.05%	0.10%	1.15%					-			-	-	
	AH EUR <sup>3)</sup>						1.15%	0.15%	1.30%					-			-	-	
	BH EUR <sup>3)</sup>						1.15%	0.15%	1.30%					-			-	-	
	IAH EUR <sup>3)</sup>						0.75%	0.15%	0.90%					100,000			-	-	-
	IBH EUR <sup>3)</sup>						0.75%	0.15%	0.90%					100,000			-	-	-
	UAH EUR						1.05%	0.15%	1.20%					-			-	-	
	UBH EUR						1.05%	0.15%	1.20%					-			-	-	

<sup>1)</sup> Unit classes:

- Class A: Class A units are distribution units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus.
- Class AH: Class AH CHF/AH EUR units are distribution units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus, and for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment.
- Class B: Class B units are capital growth units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus.
- Class BH: Class BH CHF/BH EUR units are capital growth units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus, and for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment.
- Class DB: Class DB units are capital growth units and are only accessible to investors who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) and the following types of mandate are not eligible for this class: Private Mandates, Premium Mandates, MyChoice, and investment groups of the Credit Suisse investment foundations.
- Class DBH: Class DBH CHF/EUR units are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. They are only accessible to investors who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) and the following types of mandate are not eligible for this class: Private Mandates, Premium Mandates, MyChoice, and investment groups of the Credit Suisse investment foundations.
- Class FB: Class FB units are capital growth units.
- Class FBH: Class FBH CHF/EUR/GBP units are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile.
- Class IA: Class IA units are distribution units. The minimum initial investment for class IA units and the minimum number of class IA units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class IAH:	Class IAH CHF/IAH EUR units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The minimum initial investment for class IAH CHF/IAH EUR units and the minimum number of class IAH CHF/IAH EUR units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.
Class IB:	Class IB units are capital growth units. The minimum initial investment for class IB units and the minimum number of class IB units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.
Class IBH:	Class IBH CHF/IBH EUR units are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The minimum initial investment for class IBH CHF/IBH EUR units and the minimum number of class IBH CHF/IBH EUR units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.
Class QB:	Class QB units are capital growth units and may only be held by qualified investors pursuant to Art. 10 para. 3 and 3 <sup>ter</sup> CISA. Qualified investors within the meaning of Art. 10 para. 3 CISA are professional clients pursuant to Art. 4 paras. 3–5 or pursuant to Art. 5 paras. 1 and 4 FinSA. Qualified investors within the meaning of Art. 10 para. 3 <sup>ter</sup> CISA are investors who have concluded an asset management or investment advisory agreement (including Credit Suisse Invest investment solutions) with a financial intermediary pursuant to Art. 4 para. 3a. FinSA or a foreign financial intermediary that is subject to equivalent standards of supervision, unless they have declared that they do not wish to be treated as qualified investors. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.
Class QBH:	Class QBH CHF/EUR/GBP units are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent and in accordance with the benchmark index rules. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The circle of investors for class QBH units is confined to qualified investors pursuant to Art. 10 paras. 3 and 3 <sup>ter</sup> CISA. Qualified investors within the meaning of Art. 10 para. 3 CISA are professional clients pursuant to Art. 4 paras. 3–5 or pursuant to Art. 5 paras. 1 and 4 FinSA. Qualified investors within the meaning of Art. 10 para. 3 <sup>ter</sup> CISA are investors who have concluded an asset management or investment advisory agreement (including Credit Suisse Invest investment solutions) with a financial intermediary pursuant to Art. 4 para. 3a. FinSA or a foreign financial intermediary that is subject to equivalent standards of supervision, unless they have declared that they do not wish to be treated as qualified investors. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.
Class UA:	Class UA units are distribution units that may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.
Class UAH:	Class UAH CHF/UAH EUR units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. Class UAH CHF/UAH EUR units may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.
Class UB:	Class UB units are capital growth units that may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.
Class UBH:	Class UBH CHF/UBH EUR units are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. Class UBH CHF/UBH EUR units may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.
Class ZB:	Class ZB units are capital growth units for which no management commission is charged. They may only be held by investors pursuant to Art. 10 paras. 3 and 3 <sup>ter</sup> CISA who have concluded an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) are not eligible for this class. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements. Purchases of class ZB units must be explicitly provided for in the asset management agreement, in a similar written agreement, or in the cooperation agreement. Compensation for administration, asset management and the custodian bank is charged through the aforementioned agreements. Costs incurred by the management of class ZB units are payable to the fund management company on the basis of a separate contractual agreement.
Class ZBH:	Class ZBH CHF/ZBH EUR units are capital growth units for which no management commission is charged and for which risk exposure in terms of investment currencies is hedged against CHF or EUR respectively to the greatest possible extent where economically worthwhile. They may only be held by investors pursuant to Art. 10 paras. 3 and 3 <sup>ter</sup> CISA who have concluded an asset management or similar written agreement with the fund management

company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) are not eligible for this class. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements. Purchases of class ZBH units must be explicitly provided for in the asset management agreement, in the similar written agreement, or in the cooperation agreement. Compensation for administration, asset management and the custodian bank is charged through the aforementioned agreements. Costs incurred by the management of class ZBH units are payable to the fund management company on the basis of a separate contractual agreement.

If requested, the investors are obliged to provide the fund management company, and/or the custodian bank and their agents with proof that they comply with or continue to comply with the provisions laid down in the law or the fund contract in respect of participation in a unit class. Furthermore, they are obliged to inform the fund management company, the custodian bank and their agents immediately once they no longer meet these prerequisites. The fund management company and the custodian bank are obliged to instruct investors who no longer meet the prerequisites for holding a unit class to ensure within 30 calendar days that their units are redeemed pursuant to § 17 or switched into units of another unit class whose prerequisites they do meet. If an investor fails to comply with this demand, the fund management company must, in cooperation with the custodian bank, make an enforced switch into another unit class of the same subfund or, should this not be possible, enforce the redemption of the units in question pursuant to § 5 prov. 8 b) of the fund contract. The corresponding entries of all classes must in principle be made in a safekeeping account at the custodian bank.

- <sup>2)</sup> The issue and redemption fees are levied by the fund management company in favor of the respective subfund in order to cover the investment costs incurred by the acquisition/disposal of investments. For some transactions (i.e. issues or redemptions), the actual issue/redemption fees stated in the table above may not cover the costs actually incurred by the acquisition/disposal of investments; conversely, the issue/redemption fees stated in the table above may be too high. The fund management company therefore reserves the right in such cases to debit the actual issue/redemption costs to the respective subfund. The amount debited may be higher or lower than the average issue/redemption fees set out in the table above, but must on no account exceed the maximum spread as per § 19 prov. 3 of the fund contract.
- <sup>3)</sup> With these unit classes, the units may be managed by SIX SIS AG as external custodian (deliverability). In consultation with the fund management company, the custodian bank shall oversee the procedures for ensuring that the conditions of eligibility are satisfied by the circle of investors.
- <sup>4)</sup> With both incoming and outgoing transfers of assets in kind, the daily cutoff point for redemptions of fund units has been fixed at 12.00 noon so that orders can be entered by the custodian bank by 2 p.m. at the latest.
- <sup>5)</sup> The benchmark index measures the trend in the gold price with daily currency hedging against the CHF, EUR or GBP, as the case may be.
- <sup>6)</sup> The benchmark index measures the trend in the gold price with daily currency hedging against the CHF or EUR, as the case may be.
- <sup>7)</sup> Fees and incidental costs charged to the subfunds' assets (excerpt from § 20 prov. 1 of the fund contract): For the administration (excluding the services listed in § 20 prov. 1 b)), asset management and distribution activities in connection with the subfunds, the fund management company shall charge to the assets of the subfunds the annual commission (management fee) shown in the table.
- <sup>8)</sup> Fees and incidental costs charged to the subfunds' assets (excerpt from § 20 prov. 1 of the fund contract): For the services provided in relation to the calculation of net asset values and the currency hedging of currency-hedged unit classes (FX hedging), the fund management company shall charge to the assets of the subfunds the annual commission (servicing fee) shown in the table.
- <sup>9)</sup> The following applies to units of classes IA and IAH CHF, IB, IBH CHF, IBH AUD, IBH CAD, IBH DKK, IBH EUR, IBH GBP, IBH HKD, IBH JPY, IBH NOK, IBH NZD, IBH SEK, IBH SGD and IBH USD: Minimum initial investment: 100,000 in the accounting currency of the respective unit class/minimum holding per investor: 100,000 in the accounting currency of the respective unit class.

## Part 2: Fund Contract

### I Basic Principles

#### § 1 Name of the Fund; Name and Registered Office of the Fund Management Company, Custodian Bank and Asset Manager

1. A contractual umbrella fund of the type "other funds for traditional investments" has been established under the name of Credit Suisse Index Fund (CH) II ("umbrella fund") in accordance with Art. 25 et seq. in conjunction with Art. 68 et seq. and Art. 92 and 93 of the Swiss Federal Act on Collective Investment Schemes of June 23, 2006 (CISA) and in conjunction with Art. 112 of the Ordinance on Collective Investment Schemes of November 22, 2006 (CISO). The umbrella fund currently comprises the following subfunds:

- 1) CSIF (CH) II Gold Blue
- 2) CSIF (CH) II Gold Income Maximizer Blue
- 3) CSIF (CH) II SMI Income Maximizer Blue

The respective indices on which the subfunds are based are set out in the table at the end of the prospectus.

2. The fund management company is Credit Suisse Funds AG, Zurich.
3. The custodian bank is Credit Suisse (Switzerland) Ltd., Zurich.
4. The asset manager is Credit Suisse Asset Management (Switzerland) Ltd., Zurich.

### II. Rights and Obligations of the Parties to the Contract

#### § 2 The Fund Contract

The legal relationship between the investors on the one hand and the fund management company and the custodian bank on the other shall be governed by the present fund contract and the applicable provisions of the legislation on collective investment schemes.

#### § 3 The Fund Management Company

1. The fund management company manages the subfunds at its own discretion and in its own name, but for the account of the investors. It decides in particular on the issue of units, the assets and their valuation. It calculates the net asset value of the subfunds and determines the issue and redemption prices of units as well as distributions of income. It exercises all rights associated with the umbrella fund and subfunds.
2. The fund management company and its agents are subject to the duties of loyalty, due diligence and disclosure. They act independently and exclusively in the interests of the investors. They implement the organizational measures that are necessary for proper management. They ensure the provision of financial statements for the collective investment schemes they manage and provide information about all fees and expenses charged to investors directly or indirectly as well as remuneration received from third parties, in particular commission, rebates and other pecuniary benefits.
3. The fund management company may transfer investment decisions as well as specific tasks for all subfunds or for individual subfunds to third parties, provided this is in the interests of efficient management. It shall commission only persons who have the necessary specialist skills, knowledge and experience as well as possess the requisite approvals. It carefully instructs and oversees the third parties engaged.  
The investment decisions may only be transferred to asset managers who have the requisite approval. The fund management company remains responsible for fulfilling the supervisory obligations and safeguards the interests of the investors when transferring tasks. The fund management company shall be liable for the actions of persons to whom it has transferred tasks as if they were its own actions.
4. The fund management company may with the consent of the custodian bank submit a change to the present fund contract to the supervisory authority for approval (cf. § 27) and, with the approval of the supervisory authority, may also establish further subfunds.
5. The fund management company can merge the individual subfunds with other subfunds or with other investment funds pursuant to the provisions set down under § 25 and can dissolve the individual subfunds pursuant to the provisions set down under § 26.
6. The fund management company is entitled to receive the fees stipulated in §§ 19 and 20. It is further entitled to be released from

the liabilities assumed in the proper execution of its tasks, and to be reimbursed for expenses incurred in connection with such liabilities.

#### § 4 The Custodian Bank

1. The custodian bank is responsible for the safekeeping of assets of the subfunds. It handles the issue and redemption of fund units as well as payments on behalf of the subfunds.
2. The custodian bank and its agents are subject to the duties of loyalty, due diligence and disclosure. They act independently and exclusively in the interests of the investors. They implement the organizational measures that are necessary for proper management. They ensure the provision of financial statements for the collective investment schemes they hold in safekeeping and provide information about all fees and expenses charged to investors directly or indirectly as well as remuneration received from third parties, in particular commission, rebates and other pecuniary benefits.
3. The custodian bank is responsible for operating the subfunds' accounts and safekeeping accounts, but may not independently dispose of their assets.
4. The custodian bank shall ensure that the countervalue of transactions relating to the subfunds' assets is transferred within the usual time limit. It shall inform the fund management company if the countervalue is not transferred within the usual time limit and shall require the counterparty to provide a replacement for the asset concerned insofar as this is possible.
5. The custodian bank keeps the required records and accounts in such a way that the deposited assets of the individual investment funds can be differentiated from each other at all times. For assets that are not taken into safekeeping, the custodian bank shall investigate the fund management company's ownership and keep records thereof.
6. The custodian bank may delegate the safekeeping of the subfunds' assets to third-party custodians and central depositories in Switzerland or abroad, provided this is in the interests of efficient safekeeping. It shall verify and monitor whether the third-party custodian or central depository it has appointed:
  - a) has an appropriate operational organization, financial guarantees and the professional qualifications required for the type and complexity of the assets entrusted to it;
  - b) is subject to regular external auditing so that it can be ascertained that the financial instruments are in its possession;
  - c) holds in safekeeping the assets received from the custodian bank in such a way that the custodian bank can at any time properly identify them through regular checks on holdings as being unquestionably part of the subfunds' assets;
  - d) abides by the regulations applicable to the custodian bank relating to the performance of the tasks delegated to it and the avoidance of conflicts of interest.

The custodian bank is liable for losses caused by the appointed agent unless it can prove that it observed an appropriate degree of care with regard to selection, instruction and monitoring. Details on the risks entailed in transferring the task of safekeeping to third-party custodians and central depositories are contained in the prospectus. In the case of financial instruments, any transfer as referred to in the above paragraph may only be to regulated third-party custodians and central depositories. This does not apply to mandatory safekeeping at a location where the transfer to regulated third-party custodians and central depositories is not possible, in particular due to mandatory legal provisions or the procedural details for the investment product, for example. Investors will be informed about safekeeping by unregulated third-party custodians or central depositories in the prospectus.

The custodian bank may only delegate the safekeeping of the investments in physical precious metal to third-party custodians and central depositories in Switzerland if they are banks within the meaning of the Swiss Federal Banking Act of November 8, 1934. The custodian bank is liable for applying due diligence when choosing and instructing the third parties, as well as for monitoring the constant compliance with the selection criteria.

7. The custodian bank ensures that the fund management company complies with the law and the fund contract. It checks whether the calculation of the net asset value and of the issue and redemption prices of the units as well as the investment decisions are in compliance with the law and the fund contract, and whether the income is appropriated in accordance with the fund contract.



The custodian bank is not responsible for the choice of investments which the fund management company makes in accordance with the investment regulations.

8. The custodian bank is entitled to receive the fees stipulated in §§ 19 and 20. It is further entitled to be released from the liabilities assumed in the proper execution of its tasks, and to be reimbursed for expenses incurred in connection with such liabilities.
9. The custodian bank is not responsible for the safekeeping of the assets of the target funds in which the subfunds invest, unless this task has been delegated to it.

## § 5 The Investors

1. There are no restrictions on investor eligibility.
2. Restrictions as defined in § 6 prov. 4 are possible for individual classes. On concluding the contract and making a payment in cash, the investor acquires a claim against the fund management company in respect of a participation in the assets and income of a subfund of the umbrella fund. Instead of a cash payment, a transfer of assets in kind pursuant to the provisions of § 18 may be made at the request of the investor. The investor's claim is evidenced in the form of units.
3. Investors are entitled to participate in the assets and income of only that subfund in which they hold units. Liabilities that are attributable to an individual subfund will be borne solely by the said subfund.
4. The investors are only obliged to remit payment for the units of the umbrella fund or the relevant subfunds in which they subscribe. They shall not be held personally liable for the liabilities of the umbrella fund or the subfund.
5. Investors may at any time request that the fund management company supply them with information regarding the basis on which the net asset value per unit is calculated. If investors express an interest in more detailed information on specific business transactions effected by the fund management company, such as the exercising of membership and creditors' rights, or on risk management or payments/withdrawals by transfers of assets in kind (§ 18), they must be given such information by the fund management company at any time. The investors may request at the courts of the registered office of the fund management company that the auditors or another expert investigate the matter which requires clarification and furnish the investors with a report.
6. The investors may terminate the fund contract at any time and demand that their share in the corresponding subfund be paid out in cash. Instead of a cash payout, a transfer of assets in kind pursuant to the provisions of § 18 may be made at the request of the investor. The fund management company reserves the right to specify a longer period of notice for specific subfunds in the fund contract.
7. If requested, the investors are obliged to provide the fund management company and/or the custodian bank and their agents with proof that they comply with or continue to comply with the provisions laid down in the law or the fund contract in respect of participation in a subfund or a unit class. Furthermore, they are obliged to inform the fund management company, the custodian bank and their agents immediately once they no longer meet these prerequisites.
8. The fund management company in conjunction with the custodian bank must make an enforced redemption of the units of an investor at the current redemption price if:
  - a) this is necessary to safeguard the reputation of the financial market, specifically to combat money laundering;
  - b) the investor no longer meets the statutory or contractual requirements for participation in a subfund.
9. The fund management company in conjunction with the custodian bank can also make an enforced redemption of the units of an investor at the current redemption price if:
  - a) the participation of the investor in a subfund is such that it could have a significant detrimental impact on the economic interests of the other investors, in particular if the participation could result in tax disadvantages for the umbrella fund or a subfund in Switzerland or abroad;
  - b) investors have acquired or hold their units in violation of provisions of a law to which they are subject either in Switzerland or abroad, of the present prospectus with integrated fund contract;
  - c) there is a detrimental impact on the economic interests of the investors, in particular in cases where individual investors seek

by way of systematic subscriptions and immediate redemptions to achieve a pecuniary gain by exploiting the time differences between the setting of the closing prices and the valuation of the subfunds' assets (market timing).

## § 6 Units and Unit Classes

1. The fund management company can establish different unit classes and can also merge or dissolve unit classes for each subfund at any time subject to the consent of the custodian bank and the approval of the supervisory authority. All unit classes embody an entitlement to a share in the undivided assets of the subfund concerned, which are not segmented. This share may differ due to class-specific costs or distributions or class-specific income and the various classes may therefore have different net asset values per unit of a given subfund. Class-specific costs are covered by the assets of the subfund as a whole.
2. Notification of the establishment, dissolution or merger of unit classes shall be published in the medium of publication. Only mergers of unit classes shall be deemed a change to the fund contract pursuant to § 27.
3. The various unit classes of the subfunds may differ from one another in terms of their cost structure, reference currency, currency hedging, policy with regard to distribution or reinvestment of income, the minimum investment required and investor eligibility. Fees and costs are only charged to the unit class for which the respective service is performed. Fees and costs that cannot be unequivocally allocated to a unit class shall be charged to the individual unit classes on a pro rata basis in relation to their share of the subfund's assets.
4. The following classes of units currently exist.  
A, AH CHF, AH EUR, B, BH CHF, BH EUR, DB, DBH CHF, DBH AUD, DBH CAD, DBH DKK, DBH EUR, DBH GBP, DBH HKD, DBH JPY, DBH NOK, DBH NZD, DBH SEK, DBH SGD, DBH USD, FB, FBH CHF, FBH AUD, FBH CAD, FBH DKK, FBH EUR, FBH GBP, FBH HKD, FBH JPY, FBH NOK, FBH NZD, FBH SEK, FBH SGD, FBH USD, IA, IA CHF, IAH EUR, IB, IBH CHF, IBH EUR, QB, QBH CHF, QBH AUD, QBH CAD, QBH DKK, QBH EUR, QBH GBP, QBH HKD, QBH JPY, QBH NOK, QBH NZD, QBH SEK, QBH SGD, QBH USD, UA, UAH CHF, UAH EUR, UB, UBH CHF, UBH EUR, ZB, ZBH CHF, ZBH AUD, ZBH CAD, ZBH DKK, ZBH EUR, ZBH GBP, ZBH HKD, ZBH JPY, ZBH NOK, ZBH NZD, ZBH SEK, ZBH SGD and ZBH USD.  
There are no provisions concerning a minimum investment or minimum holding for these unit classes.

Class **A** units are distribution units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus.

Class **AH CHF/AH EUR** units are distribution units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus, and for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment.

Class **B** units are capital growth units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus.

Class **BH CHF/BH EUR** units are capital growth units for which trailer fees are paid as compensation for sales and distribution activities in accordance with the provisions of the prospectus, and for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription

amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment.

Class **DB** units are capital growth units and may only be held by investors who have signed an asset management or other similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or which invest via a financial intermediary that has concluded a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) and the following types of mandate are not eligible for this class: Private Mandates, Premium Mandates, MyChoice, and investment groups of the Credit Suisse investment foundations.

Units of classes **DBH CHF, DBH AUD, DBH CAD, DBH DKK, DBH EUR, DBH GBP, DBH HKD, DBH JPY, DBH NOK, DBH NZD, DBH SEK, DBH SGD** and **DBH USD** (jointly referred to as "DBH class units") are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD or USD respectively to the greatest possible extent and where economically worthwhile. They may only be held by investors who have signed an asset management or other similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or which invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) and the following types of mandate are not eligible for this class: Private Mandates, Premium Mandates, MyChoice, and investment groups of the Credit Suisse investment foundations.

Class **FB** units are capital growth units.

Units of classes **FBH CHF, FBH AUD, FBH CAD, FBH DKK, FBH EUR, FBH GBP, FBH HKD, FBH JPY, FBH NOK, FBH NZD, FBH SEK, FBH SGD** and **FBH USD** (jointly referred to as "FBH class units") are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD or USD respectively to the greatest possible extent where economically worthwhile.

Class **IA** units are distribution units. The minimum initial investment for class IA units and the minimum number of class IA units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **IAH CHF/IAH EUR** units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The minimum initial investment for class **IAH CHF/IAH EUR** units and the minimum number of class IAH CHF/IAH EUR units that must be held by the investor at any given time (minimum

holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **IB** units are capital growth units. The minimum initial investment for class IB units and the minimum number of class IB units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **IBH CHF/IBH EUR** units are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The minimum initial investment for class **IBH CHF/IBH EUR** units and the minimum number of class IBH CHF/IBH EUR units that must be held by the investor at any given time (minimum holding) are stated in the table at the end of the prospectus. If the value of the units held falls below this minimum holding figure, the fund management company may take steps to switch the investment into units of another class for which the investor is eligible. Should unit holdings fall below the minimum figure for market or performance-related reasons, switching into another unit class is not mandatory; such a switch is, however, mandatory if the minimum holding figure is undershot due to a redemption.

Class **QB** units are capital growth units and may only be held by qualified investors eligible in accordance with Art. 10 para. 3 and 3<sup>ter</sup> CISA. Qualified investors within the meaning of Art. 10 para. 3 CISA are professional clients pursuant to Art. 4 paras. 3–5 or pursuant to Art. 5 paras. 1 and 4 FinSA. Qualified investors within the meaning of Art. 10 para. 3<sup>ter</sup> CISA are investors who have concluded an asset management or investment advisory agreement (including Credit Suisse Invest investment solutions) with a financial intermediary pursuant to Art. 4 para. 3a. FinSA or a foreign financial intermediary that is subject to equivalent standards of supervision, unless they have declared that they do not wish to be treated as qualified investors.

The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Units of classes **QBH CHF, QBH AUD, QBH CAD, QBH DKK, QBH EUR, QBH GBP, QBH HKD, QBH JPY, QBH NOK, QBH NZD, QBH SEK, QBH SGD** and **QBH USD** (jointly referred to as "QBH class units") are capital growth units for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD or USD respectively to the greatest possible extent and in accordance with the benchmark index rules. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. The circle of investors for class QBH units is confined to qualified investors pursuant to Art. 10 paras. 3 and 3<sup>ter</sup>

CISA. Qualified investors within the meaning of Art. 10 para. 3 CISA are professional clients pursuant to Art. 4 paras. 3–5 or pursuant to Art. 5 paras. 1 and 4 FinSA. Qualified investors within the meaning of Art. 10 para. 3<sup>ter</sup> CISA are investors who have concluded an asset management or investment advisory agreement (including Credit Suisse Invest investment solutions) with a financial intermediary pursuant to Art. 4 para. 3a. FinSA or a foreign financial intermediary that is subject to equivalent standards of supervision, unless they have declared that they do not wish to be treated as qualified investors.

The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Class **UA** units are distribution units that may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.

Class **UAH CHF/UAH EUR** units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. Class **UAH CHF/UAH EUR** units may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.

Class **UB** units are distribution units that may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank.

Class **UBH CHF/UBH EUR** units are distribution units for which risk exposure in terms of investment currencies is hedged against CHF/EUR to the greatest possible extent where economically worthwhile. This can result in over- or under-hedging of currencies in terms of the benchmark index rules between the hedge adjustment dates. Where units are subscribed, the subscription amount is hedged according to the current hedging level of the unit class so that any over- or under-hedging remains the same for the whole unit class. The hedging level for the unit class is regularly adjusted according to the benchmark index rules. Where units are redeemed, the hedge is removed proportionately so that the over- or under-hedging of the remaining assets is retained until the next hedge adjustment. Class **UBH CHF/UBH EUR** units may only be acquired by investors who subscribe units of this class via a financial intermediary domiciled in the United Kingdom or the Netherlands, or who have concluded a written agreement with a financial intermediary which explicitly provides for the acquisition of trailer fee-free classes. The corresponding entries must be made in a safekeeping account at the custodian bank. A company or public-law entity or pension fund is deemed to have a professional treasury unit if it entrusts at least one qualified person with experience in the financial sector with managing the financial resources on a permanent basis. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Class **ZB** units are capital growth units for which no management commission is charged. They may only be held by investors pursuant to Art. 10 paras. 3 and 3<sup>ter</sup> CISA who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd.,

Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) are not eligible for this class. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Purchases of class ZB units must be explicitly provided for in the asset management agreement, in a similar written agreement, or in the cooperation agreement. Compensation for administration, asset management and the custodian bank is charged through the aforementioned agreements. Costs incurred by the management of Class ZB units are payable to the fund management company on the basis of a separate contractual agreement.

Units of classes **ZBH CHF, ZBH AUD, ZBH CAD, ZBH DKK, ZBH EUR, ZBH GBP, ZBH HKD, ZBH JPY, ZBH NOK, ZBH NZD, ZBH SEK, ZBH SGD and ZBH USD** (jointly referred to as "ZBH class units") are capital growth units for which no management commission is charged and for which risk exposure in terms of investment currencies is hedged against CHF, AUD, CAD, DKK, EUR, GBP, HKD, JPY, NOK, NZD, SEK, SGD or USD respectively to the greatest possible extent where economically worthwhile. They may only be held by investors pursuant to Art. 10 paras. 3 and 3<sup>ter</sup> CISA who have signed an asset management or similar written agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich, or who invest through a financial intermediary that has signed a cooperation agreement with the fund management company, Credit Suisse AG, Zurich, Credit Suisse (Switzerland) Ltd., Zurich, or Credit Suisse Asset Management (Switzerland) Ltd., Zurich. Investment advisory mandates (including Credit Suisse Invest investment solutions) are not eligible for this class. The fund management company and the custodian bank shall ensure that the investors meet the investor eligibility requirements.

Purchases of ZBH class units must be explicitly provided for in the asset management agreement, in the similar written agreement, or in the cooperation agreement. Compensation for administration, asset management and the custodian bank is charged through the aforementioned agreements. Costs incurred by the management of class ZBH units are payable to the fund management company on the basis of a separate contractual agreement.

If the fund management company accepts subscriptions of units by Credit Suisse Group companies, it is possible – e.g. in connection with the activation of subfunds/unit classes – to waive the need for a written contract.

Details of the individual unit classes are set out in the table at the end of the prospectus.

5. Units will not take the form of actual certificates but will exist purely as book entries. The investors are not entitled to demand delivery of a unit certificate in registered or bearer form. The corresponding entries of these classes must in principle be made in a safekeeping account at the custodian bank. Unit classes whose units may be held with SIX SIS Ltd as external custodian (deliverability) are shown in the table at the end of the prospectus. In consultation with the fund management company, the custodian bank shall oversee the procedures for ensuring that the conditions of eligibility are satisfied by the circle of investors.
6. The fund management company and the custodian bank are obliged to instruct investors who no longer meet the prerequisites for holding a unit class to ensure within 30 calendar days that their units are redeemed pursuant to § 17 or switched into units of another unit class whose prerequisites they do meet. If an investor fails to comply with this demand, the fund management company must, in cooperation with the custodian bank, make an enforced switch into another unit class of the corresponding subfund or, should this not be possible, enforce the redemption of the units in question pursuant to § 5 prov. 8 b).
7. If a fraction of a unit has arisen in the overall portfolio of an investor as a result of a split or merger performed in the interest of the investors, it may subsequently be redeemed by the fund management company on a cut-off date to be determined, in the form of a pro-

rata amount of the net asset value. Redemption must be exclusive of commission and fees. If the fund management company intends to make use of this right, investors must be informed of such decision at least one week prior to redemption by means of a single notice in the publication designated by the fund, while the supervisory authorities and auditor must be notified in advance.

### III. Investment Policy Guidelines

#### A Investment Principles

##### § 7 Compliance with Investment Regulations

1. In selecting individual investments of each subfund, the fund management company must adhere to the principle of balanced risk diversification and must observe the percentage limits defined below. These percentages relate to the assets of the individual subfunds at market value and must be complied with at all times. The individual subfunds must have fulfilled the terms of the investment restrictions no later than six months after the expiry of the subscription period (launch).
2. If the limits are overshoot as a result of market-related changes or changes in subfund assets, the investments must be restored to the permitted level within a reasonable period, taking due account of the investors' interests. If the limits relating to derivatives pursuant to § 12 below are exceeded due to a change in the delta, this is to be rectified within three bank working days at the latest, taking due account of the investors' interests. Currency hedging is undertaken and adjusted to the greatest possible extent where economically worthwhile.

##### § 8 Investment Objective and Investment Policy

1. The investment objective of this umbrella fund is principally to achieve an appropriate return in the particular subfund's accounting currency by investing in the instruments listed below. As far as possible, due account shall be taken of the principle of risk diversification, security of the capital invested and liquidity of the umbrella funds' subfunds and of these subfunds' assets.
2. The fund management company may invest the assets of the individual subfunds in the following investments.
  - a) Securities issued on a large scale and non-certificated rights with a like function which are traded on a stock exchange or another regulated market open to the public and which embody participation rights and claims or the right to purchase such securities and rights by subscription or exchange, i.e. notably warrants;  
Investments in securities from new issues are only permitted if their admission to a stock exchange or another regulated market open to the public is envisaged under the terms of issue. If they have not been admitted to a stock exchange or another regulated market open to the public within a year after their acquisition, these securities must be sold within one month or included under the restriction set down in prov. 2 section g).
  - b) Derivatives, if (i) the underlying securities are securities pursuant to section a), derivatives pursuant to section b), units in collective investment schemes pursuant to section c), money market instruments pursuant to section d), financial indices, interest rates, exchange rates, credits or currencies – especially index futures on the indices underlying the respective subfunds, and (ii) the underlying securities are permitted as investments under the fund contract. Derivatives are either traded on a stock exchange or another regulated market open to the public, or are traded OTC.  
OTC transactions are only permitted if (i) the counterparty is a regulated financial intermediary specializing in such transactions, and (ii) the OTC derivatives can be traded daily or a return to the issuer is possible at any time. In addition, it shall be possible for them to be valued in a reliable and transparent manner. Derivatives may be used pursuant to § 12.
  - c) Units in other collective investment schemes (target funds).  
The following are considered as "other collective investment schemes" within the sense of this fund contract:
    - domestic listed and unlisted investment funds of the type "Securities funds" and "Other funds for traditional investments" (excluding "Other funds for alternative

investments") which are regulated by the Federal Financial Market Supervisory Authority (FINMA);

- foreign listed and unlisted collective investment schemes in accordance with Directive 2009/65/EC in its currently applicable version (UCITS IV) and which are regulated by a foreign supervisory authority equivalent to the Federal Financial Market Supervisory Authority (FINMA);
- foreign listed and unlisted collective investment schemes which are not compliant with Directive 2009/65/EC (UCIT) and which are regulated by a foreign supervisory authority equivalent to the Federal Financial Market Supervisory Authority (FINMA), but excluding UCIT which correspond to the type "Other funds for alternative investments" under Swiss law.

Investments in units of funds of funds and in shares of closed-end, unlisted collective investment schemes (e.g. limited partnerships in accordance with CISA or equivalent foreign investment vehicles are excluded. Funds of funds are collective investment schemes whose fund contract, prospectus or articles of incorporation permit them to investment more than 49% of their assets in other collective investment schemes.

Subject to § 20 provs. 5 and 6, the fund management company may acquire units of other collective investment schemes that are managed directly or indirectly by the fund management company itself or by a company with which it is related by virtue of common management or control or by way of a material direct or indirect stake ("related target funds").

The fund management company may invest a maximum of 10% of the assets of the subfund concerned in other collective investment schemes.

- d) Money market instruments, provided these are liquid, can be readily valued and are traded on an exchange or other regulated market open to the public; money market instruments which are not traded on an exchange or other regulated market open to the public may only be acquired if the issue or the issuer is subject to provisions regarding creditor or investor protection and if the money market instruments are issued or guaranteed by issuers pursuant to Art. 74 para. 2 CISO.
  - e) Sight or time deposits with terms to maturity not exceeding twelve months with banks domiciled in Switzerland or in a member state of the European Union or in another country provided that the bank is subject to supervision in this country which is equivalent to the supervision in Switzerland.
  - f) Precious metals (physical and in book form).
  - g) Investments other than those specified in a to f above up to a total of 10% of the fund's assets. The following are not permitted: (i) investments in precious metals certificates, commodities and commodity certificates as well as (ii) short-selling of investments in accordance with sections a) to d) and f) above.
3. If the fund management company, on behalf of a subfund of Credit Suisse Index Fund (CH) II Umbrella, invests in another subfund of the same umbrella fund ("umbrella target funds"), it invests solely in ZB/ZBH class units of the respective target funds. When investments are made in ZB/ZBH class units, no management fees as per § 20 prov. 1 are charged. Furthermore, the target funds may not charge any issuing or redemption commissions, unless these accrue to the target fund's assets. Issuing and redemption commissions accruing to the target fund's assets may, however, be charged.  
Investments in units of funds of funds are expressly prohibited.  
With the subfunds CSIF (CH) II Gold Blue and CSIF (CH) II Gold Income Maximizer Blue, physical delivery at maturity when using financial derivatives, except for the use of derivatives for currency hedging and in connection with the exercising of call options, as well as when using certificates, is ruled out with appropriate measures (e.g. rolling of futures, selection of specific brokers, agreements that exclude physical delivery, etc.).

The investment policy of the individual subfunds is described below:

#### CSIF (CH) II Gold Blue

4. The investment objective and investment policy of the subfund is to replicate the performance of gold as closely as possible, subject to any deviations caused by the fees and incidental costs charged to the assets of the subfund in question.

The fund management company

- a) invests the assets of the subfund, after deduction of liquid assets and subject to b)–d), exclusively in physical gold in marketable form, i.e. in bars with a standard weight of approx. 400 ounces (oz.) (approx. 12.5 kg) and a purity of 995/1,000 or higher (bank gold) that have been produced by a refinery that is on the Good Delivery List (current list and former list) of the London Bullion Market Association (can be viewed at [www.lbma.org.uk](http://www.lbma.org.uk)); the US dollar being the investment currency for gold;
- b) may hold up to 450 ounces (oz.) (approx. 14 kg) of gold in book form as a credit or debit balance (in a precious metals account); should this limit be breached, the excess shall be corrected within three bank working days of occurring. The US dollar is the investment currency for gold;
- c) invests in derivatives on exchange rates and currencies;
- d) invests in units of passively managed collective investment schemes, both domestic and foreign and listed and unlisted, that are consistent with the investment policy.

The primary risks include the concentration of investments. As the subfund in principle invests exclusively in physical gold, risk diversification – a typical feature of securities funds – does not exist in this instance. The income and value of the units are subject to fluctuations arising largely from the fluctuations in income and value of gold. The price of gold may be subject to significant market fluctuation. Gold does not normally produce any income. Due to the lack of income and the fact that costs and commissions are nevertheless incurred simultaneously, the quantity of physical gold held per unit of the subfund will tend to decline over the long term. In relation to the bank managing the account, a counterparty risk exists up to the balance of the precious metals account. Although gold is in principle easy to trade, factors such as trading, transportation, customs and fiscal restrictions, as well as other government and non-governmental interventions and events, may have a substantial influence on the price of gold and/or the trading in gold itself.

The gold price used as the benchmark for replication in the subfund's assets is the afternoon fixing price determined in precious metal trading in London. The afternoon fixing is conducted by bank representatives recognized in the gold trade and organized in the London Bullion Market Association (LBMA), and aims to set a standard gold price in US dollars at which as many buy and sell orders as possible can be transacted. The current price of gold, along with additional information, can be found on the website of the LBMA.

#### CSIF (CH) II Gold Income Maximizer Blue

5. The investment objective and investment policy of the subfund is to replicate the performance of gold as closely as possible as well as generate an additional return through the sale of call options, subject to any deviations caused by the fees and incidental costs charged to the subfund's assets. Furthermore, in accordance with § 23 prov. 3 of the fund contract, the fund provides for regular partial repayments amounting to approximately 2% of the subfund's net assets p.a. to the investors.

The fund management company

- a) invests the assets of the subfund, after deduction of liquid assets and subject to b)–d), exclusively in physical gold in marketable form, i.e. in bars with a standard weight of approx. 400 ounces (oz.) (approx. 12.5 kg) and a purity of 995/1,000 or higher (bank gold) that have been produced by a refinery that is on the Good Delivery List (current list and former list) of the London Bullion Market Association (can be viewed at [www.lbma.org.uk](http://www.lbma.org.uk)); the US dollar being the investment currency for gold;
- b) may hold debit or credit balances of gold in book form (precious metal account) up to a maximum of 450 ounces (oz.) (approx. 14 kg); if this amount is exceeded it must be scaled back or offset within three working days. The US dollar is the investment currency for gold;
- c) invests in derivatives for investment purposes on the investments specified in a) and b) above;
- d) invests in derivatives on exchange rates and currencies;

- e) invests in derivatives for investment purposes on the investments specified in c) above;
- f) invests in units of passively managed domestic and foreign collective investment schemes, either exchange-listed or unlisted, that are compliant with the investment policy.

The primary risks include the risk of a concentration of investments. As the subfund in principle invests exclusively in physical gold, risk diversification – a typical feature of securities funds – does not exist in this instance. The income and value of the units are subject to fluctuations arising largely from the fluctuations in income and value of gold. The price of gold may be subject to significant market fluctuation. Gold does not normally produce any income. Due to the lack of income and the fact that costs and commissions are nevertheless incurred simultaneously, the quantity of physical gold held per unit of the subfund will tend to decline over the long term. In relation to the bank managing the account, a counterparty risk exists up to the balance of the precious metals account. Although gold is in principle easy to trade, factors such as trading, transportation, customs and fiscal restrictions, as well as other government and non-governmental interventions and events, may have a substantial influence on the price of gold and/or the trading in gold itself. The index used as the benchmark for replication in the subfund's assets is shown in the table in the prospectus.

#### CSIF (CH) II SMI Income Maximizer Blue

6. The investment objective and investment policy of the subfund is to replicate the performance of the benchmark index given in the table at the end of the prospectus ("benchmark index") as closely as possible as well as generate an additional return through the sale of call options, subject to any deviations caused by the fees and incidental costs charged to the subfund's assets. Furthermore, in accordance with § 23 of the fund contract, the subfund provides for quarterly distributions to the investors amounting to approximately 5% of the subfund's net assets p.a. Taking into account the restrictions defined in § 23, the quarterly distributions may comprise the following components: income, realized capital gains and/or partial repayments.

Through direct and indirect investments, the subfund may track the benchmark index given in the table at the end of the prospectus ("benchmark index") as well as generate an additional return through the sale of call options. In some cases, the subfund may invest in a representative selection of securities from the benchmark index (optimized sampling) rather than in all the securities in the index. Selection is facilitated by a system that takes account of quantitative factors as well as factors that determine returns. The portfolio may be limited to a representative selection of securities from the benchmark index owing to the investment restrictions set out below, to other legal or statutory restrictions, to costs and expenses incurred by the subfund, or to the illiquidity of certain investments. These optimization strategies can involve holding securities in a different proportion to that of the benchmark index and/or using derivatives to replicate the performance of specific securities contained in the benchmark index.

The fund management company invests the subfund's assets as follows:

- a) in equities and other equity-type securities and rights (shares, dividend-right certificates, shares in cooperatives, participation certificates, etc.) of companies which are contained in the above-mentioned benchmark index;
- b) temporarily in assets as per prov. a) of companies which are not contained in the benchmark index but where there is a high probability that such securities will be able to join the benchmark index on the basis of its acceptance criteria;
- c) up to 10% in assets as per prov. a) of companies which are not contained in the benchmark index but have similar investment characteristics with a corresponding risk profile;
- d) The fund management company may invest a total of up to 10% of the subfund's assets in instruments as per b) and c);
- e) up to 10% in units of passively managed domestic and foreign collective investment schemes, either exchange-listed or unlisted, that are compliant with the investment policy;

- f) via derivatives (including warrants and the writing of call options) which can be used on the above-mentioned investments or the above-mentioned benchmark index;
- g) in currency derivatives for the purpose of hedging currency risks. In addition, the fund management company may invest up to 10% of the subfund's assets:
- h) in sight and term deposits denominated in any currency.
- i) of which a maximum of 5% of the fund's assets in futures
- on the benchmark index set out in the table at the end of the prospectus (benchmark index);
- on indices which are primarily based on the same markets as the subfund's benchmark index.

Investments (including derivatives on these investments) which are dropped from the benchmark index must be sold within an appropriate period while safeguarding the interests of the investors.

- 7. The fund management company ensures adequate liquidity management, the details of which are set out in the prospectus.

### § 9 Liquid Assets

The fund management company may also hold liquid assets in an appropriate amount in the accounting currency of the respective subfund and in any other currency in which investments are permitted. Liquid assets comprise bank deposits at sight or on demand with maturities up to twelve months.

## B Investment Techniques and Instruments

### § 10 Securities Lending/Precious Metals

The fund management company does not engage in securities or precious metals lending for the account of the subfunds.

### § 11 Securities Repurchase Agreements

The fund management company does not enter into securities repurchase agreements for the account of the subfunds.

### § 12 Derivatives

- 1. The fund management company may use derivatives. It shall ensure that, even under extreme market circumstances, the financial effect of the use of derivatives does not result in a deviation from the investment objectives set out in this fund contract and in the prospectus, or change the investment character of the subfunds. Furthermore, the underlyings of the derivatives must be permitted as investments according to the present fund contract. In connection with collective investment schemes, derivatives may only be used for currency hedging purposes. They may, however, be used to hedge market, interest rate and credit risks of collective investment schemes where the risks are clearly definable and measurable.
- 2. For the assessment of risk, Commitment Approach I shall be applied for all subfunds. Taking account of the cover required under this section, the use of derivatives does not result in a leverage effect on the subfunds' assets, nor does it correspond to short selling. Currency hedging transactions, however, will be executed and adjusted at the best possible terms, provided this is economically worthwhile. The provisions of this paragraph apply to the individual subfunds.
- 3. Only basic types of derivative may be used. These comprise:
  - a) Call or put options whose value at expiration is linearly dependent on the positive or negative difference between the market value of the underlying and the strike price and is zero if the difference is preceded by the opposite algebraic sign;
  - b) Credit default swaps (CDS);
  - c) Swaps whose payments are dependent on the value of the underlying or on an absolute amount in both a linear and a path-independent manner;
  - d) Future and forward transactions whose value is linearly dependent on the value of the underlying.
- 4. The financial effect of the derivatives is similar to either a sale (exposure-reducing derivative) or a purchase (exposure-increasing derivative) of an underlying security.
- 5. a) In the case of exposure-reducing derivatives, the arising obligations subject to sections b) and d) must be covered at all times by the underlyings of the derivative.

- b) Cover with investments other than the underlyings shall be permitted in the case of exposure-reducing derivatives that relate to an index which is
    - calculated by an independent external office;
    - representative of the investments serving as cover;
    - sufficiently well correlated with these investments.
  - c) The fund management company must have unrestricted access to these underlyings or investments at all times. Underlyings or investments may be used to cover several exposure-reducing derivative positions at the same time if they are subject to a market risk, credit risk or currency risk and are based on the same underlyings.
  - d) An exposure-reducing derivative can be weighted by the delta in the calculation of the corresponding underlyings.
- 6. In the case of exposure-increasing derivatives, the underlying equivalents must at all times be covered by near-money assets in accordance with Art 34 para. 5 CISO-FINMA. In the case of futures, options, swaps and forwards, the underlying equivalent is calculated in accordance with Annex 1 to CISO-FINMA. Near-money assets can be used to cover several exposure-increasing derivative positions at the same time, provided these are subject to a market risk or credit risk and are based on the same underlyings.
  - 7. The fund management company must take into account the following rules when netting derivative positions:
    - e) Opposite positions in derivatives relating to the same underlying as well as opposite positions in derivatives and investments relating to the same underlying may be netted, irrespective of the maturity date of the derivatives, provided that the derivative transaction was concluded with the sole purpose of eliminating the risks associated with the derivatives or investments acquired, no material risks are disregarded in the process, and the eligible amount of the derivatives is determined pursuant to Art. 35 CISO-FINMA.
    - f) If the derivatives in hedging transactions do not relate to the same underlying as the asset that is to be hedged, in addition to the rules of lit. a above, any netting must also fulfill hedging prerequisites, i.e. derivatives transactions may not be based on an investment strategy designed to generate a profit. In addition, the derivative must lead to a demonstrable reduction of risk, the risks of the derivative must be balanced out, derivatives, underlyings or assets that are to be netted must relate to the same class of financial instruments, and the hedging strategy must be effective even under extraordinary market conditions.
    - g) Derivatives that are used purely to hedge foreign currency risks and do not involve any leverage effect or additional market risks may be netted when calculating overall derivatives exposure, without being subject to the requirements of lit. b.
    - h) Covered hedging transactions involving interest rate derivatives are permissible. Convertible bonds need not be taken into account when calculating the overall exposure to derivatives.
  - 8. The fund management company may use both standardized and non-standardized derivatives. It may conclude transactions in derivative financial instruments on an exchange or another regulated market open to the public or in OTC (over-the-counter) trading.
  - 9. a) The fund management company may conclude OTC transactions only with regulated financial intermediaries specialized in such types of transactions that ensure proper execution of the contract. If the counterparty is not the custodian bank, the former or its guarantor must have a high credit rating.
    - b) It must be possible to reliably and verifiably value an OTC derivative on a daily basis and to sell, liquidate or close out the derivative at market value at any time.
    - c) If no market price is available for an OTC-traded derivative, it must be possible to determine the price at any time using an appropriate valuation model that is recognized in practice, based on the market value of the underlying on which the derivative is based. Before concluding a contract for such a derivative, specific offers should in principle be obtained from at least two potential counterparties, following which the contract should be concluded with the counterparty providing the most favorable offer in terms of price. Deviations from this principle are permissible for reasons of risk diversification or if other aspects of the contract such as the credit rating or range of services

offered by the counterparty make another offer appear more advantageous for investors overall. Moreover, in exceptional situations the requirement to obtain offers from at least two potential counterparties may be waived if this is deemed to be in the best interests of investors. The reasons for this, as well as the conclusion of the transaction and pricing shall be clearly documented.

- d) The fund management company and its agents may only accept collateral in the context of an OTC transaction if it meets the requirements set out under Art. 51 CISO-FINMA. The issuer of the collateral must have a high credit rating, and must not be the counterparty itself or a company belonging to, or otherwise dependent on, the corporate group of the counterparty. The collateral must be highly liquid, must be traded at a transparent price on an exchange or on another regulated market open to the public, and must be valued at least once a day on all trading days. When managing the collateral, the fund management company and its agents must fulfill the obligations and requirements set out under Art. 52 CISO-FINMA. In particular, they must ensure appropriate diversification of the collateral by country, market, and issuer; appropriate issuer diversification is deemed to have been achieved as long as the collateral of a single issuer does not correspond to more than 20% of the net asset value of a subfund. Exceptions for publicly guaranteed or publicly issued investments pursuant to Art. 83 CISO remain reserved. Furthermore, the fund management company and its agents must be able to demand, at any time, right and power of disposal with respect to the collateral received in the event of default on the part of the counterparty, and without the involvement or approval of the counterparty. The collateral received must be held in safekeeping with the custodian bank. The collateral received may be held by a supervised third-party depository on the fund management company's behalf, provided the collateral's ownership is not transferred to the fund management company and the depository is independent of the counterparty.
10. In respect of compliance with the statutory and contractual investment restrictions (maximum and minimum limits), derivatives shall be taken into account in accordance with the legislation on collective investment schemes.
11. The prospectus contains further information on:
- the importance of derivatives as part of the investment strategy;
  - the effect of the use of derivatives on the risk profile of the subfunds;
  - the counterparty risks of derivatives;
  - credit derivatives;
  - the collateral strategy.

### § 13 Taking Up and Extending Loans

1. The fund management company may not grant loans for the subfunds' account. Securities lending transactions pursuant to § 10 are not deemed to be loans within the meaning of this clause.
2. The fund management company may for each subfund borrow the equivalent of up to 25% of the net assets of the said subfund on a temporary basis.

### § 14 Encumbrance of the Fund's Assets

1. No more than 60% of the net assets of any subfund may be pledged or ownership thereof transferred as collateral by the fund management company at the expense of the subfund concerned.
2. The subfunds' assets may not be encumbered with guarantees. An exposure-increasing credit derivative is not deemed to be a guarantee within the meaning of this clause.

## C Investment Restrictions

### § 15 Risk Diversification

1. The regulations on risk diversification pursuant to § 15 shall include the following:
- a) investments pursuant to § 8, with the exception of index-based derivatives, provided the index is sufficiently diversified, is representative of the market it relates to and is published in an appropriate manner;
- b) liquid assets as per § 9;

- c) claims against counterparties arising from OTC transactions.

The following regulations on risk distribution apply to the subfunds **CSIF (CH) II Gold Blue**, **CSIF (CH) II Gold Income Maximizer Blue** and **CSIF (CH) II SMI Income Maximizer Blue**:

2. Companies which form a group in accordance with international accounting regulations are deemed to be a single issuer.
3. The fund management company may not acquire equity securities which in total represent more than 10% of the voting rights in a company or which would enable it to exert a material influence on the management of an issuing company, unless special authorization is granted by the supervisory authority.
4. The fund management company may invest up to 20% of the assets of a subfund in sight and term deposits with the same bank. The liquidity as per § 9 and the credit balances on bank accounts as per § 8 are included in this limit.
5. The fund management company may invest up to a maximum of 5% of the assets of a subfund in OTC transactions with the same counterparty. If the counterparty is a bank domiciled in Switzerland or in a member state of the European Union or another country in which it is subject to supervision equivalent to that in Switzerland, this limit shall be increased to 10% of the assets of the subfund concerned. For the purpose of currency hedging in accordance with §6 prov. 4, up to 20% of a subfund's assets may be invested in OTC transactions with the same counterparty if the counterparty is a bank domiciled in Switzerland or in a member state of the European Union or another country in which it is subject to supervision equivalent to that in Switzerland. If the claims from OTC translations are hedged by collateral in the form of liquid assets in accordance with Art. 50–55 CISO-FINMA, these claims are not taken into account when calculating counterparty risk.
6. a) The fund management company may acquire for the assets of a subfund up to 10% of the non-voting equity and debt instruments and/or money market instruments of the same issuer as well as a maximum of 25% of the units of other collective investment schemes. These restrictions do not apply if the gross amount of the debt instruments, the money market instruments or the units of other collective investment schemes cannot be calculated at the time of the acquisition.
- b) The restrictions in provs. 3 and 6a above do not apply to securities and money market instruments which are issued or guaranteed by a state or a public-law entity in an OECD country or by international organizations with public-law characteristics to which Switzerland or a European Union member state belong.

In the case of the subfund **CSIF (CH) II SMI Income Maximizer Blue**, the following risk diversification rules apply in addition:

7. The fund management company may invest a maximum of 20% of the assets of the subfund in units or shares of the same target fund.
8. a) The holding of assets pursuant to prov. 1 of the same issuer/borrower/collective investment scheme shall be limited to a maximum of 120% of its percentage weighting in the benchmark index; b) Contrary to a), an overweight position of up to 0.2 percentage points is permitted in the case of issuers/borrowers whose weighting in the benchmark index is less than 1%; c) For issuers/borrowers which are very likely to be included in the benchmark index based on the acceptance criteria established for the benchmark index, the proportion of assets held may amount to up to 120% of the expected index weighting.
9. a) Including derivatives, the fund management company may invest a maximum of 20% of the assets of the subfund in securities and money market instruments of the same issuer. The total value of the securities and money market instruments of issuers in which more than 5% of the assets of a subfund are invested may not exceed 40% of the assets of the corresponding subfund, subject to provs. 4 and 5.
- b) The 20% limit mentioned in a) is raised to:
- ba) 35%, in the case of the securities of a single issuer which has a strongly dominant position on a regulated market. The

above-mentioned securities will not be taken into consideration in the calculation of the 40% limit pursuant to a) above.

#### IV. Calculation of the Net Asset Value, and Issue and Redemption of Units

##### § 16 Calculation of the Net Asset Value

1. The net asset value of each subfund and the share of assets attributable to the individual classes are calculated in the accounting currency of the subfund concerned at the market value as of the end of the financial year and as a minimum for each day on which units are issued or redeemed (cf. §17, prov. 1). The assets of the subfund concerned will not be calculated on days when the stock exchanges in the main investment countries, or precious metals trading in London in the case of the subfunds CSIF (CH) II Gold and CSIF (CH) II Gold Income Maximizer, are closed (e.g. bank and stock exchange holidays).
2. Securities traded on a stock exchange or another regulated market open to the public shall be valued at the prices paid on the main market or at the most recent price set (bid, ask, or mid rates). The value of precious metal is calculated in London on the basis of end-of-day fixings in precious metals trading. Other investments for which no current market value is available shall be valued at the price which would probably be obtained in a diligent sale at the time of the valuation. In such cases, the fund management company shall use appropriate and recognized valuation models and principles to determine the market value. The regulations set out in prov. 4 below shall apply.
3. Open-ended collective investment schemes are valued at their redemption price / net asset value. If they are regularly traded on an exchange or another regulated market open to the public, the fund management company may calculate their value in accordance with prov. 2.
4. The value of money market instruments that are not traded on a stock exchange or another regulated market open to the public is determined as follows: The valuation price of such investments, based on the net acquisition price, shall be progressively adjusted to the redemption price whilst keeping the resulting investment return constant. If there are significant changes in market conditions, the valuation principles for the individual investments will be adjusted in line with the new market returns. If there is no current market price in such instances, the calculations are as a rule based on the valuation of money market instruments with the same characteristics (quality and domicile of the issuer, issuing currency, term to maturity).
5. Bank deposits are valued on the basis of the amount due plus accrued interest. If there are significant changes in the market conditions or the credit rating, the valuation principles for time deposits will be adjusted in line with the new circumstances.
6. The net asset value of the unit of a given class of a subfund is determined by the proportion of this subfund's assets as valued at the market value attributable to the given unit class, minus any of this subfund's liabilities that are attributed to the given unit class, divided by the number of units of the given class in circulation. In each case it is rounded up or down to the smallest unit of the subfund's accounting currency (in the case of precious metals to four places after the decimal point).
7. The share of the market value of the net assets of a subfund (the subfund's assets minus liabilities) attributable to the respective unit classes is determined for the first time at the initial issue of more than one class of units (if this occurs simultaneously) or the initial issue of a further unit class. The calculation is made on the basis of the assets accruing to the subfund concerned for each unit class. The share is recalculated when one of the following events occurs:
  - a) when units are issued and redeemed;
  - b) on the pertinent date for distributions or reinvestments, provided that (i) such distributions or reinvestments are only made for individual unit classes (distribution or capital growth classes) or provided that (ii) the distributions or reinvestments of the various unit classes differ when expressed as a percentage of the respective net asset values, or provided that (iii) different commission or costs are charged on the distributions or reinvestments of the various unit classes when expressed as a percentage of the distribution or reinvestment;

- c) when the net asset value is calculated, as part of the allocation of liabilities (including due or accrued costs and commissions) to the various unit classes, provided that the liabilities of the various unit classes are different when expressed as a percentage of the respective net asset value, especially if (i) different commission rates are applied for the various unit classes or if (ii) class-specific costs are charged;
- d) when the net asset value is calculated, as part of the allocation of income or capital gains to the various unit classes, provided the income or capital gains stem from transactions made solely in the interests of one unit class or in the interests of several unit classes but disproportionately to their share of the net assets of a subfund.

##### § 17 Issue and Redemption of Units

1. Subscription and redemption orders for units are accepted by the custodian bank up to the cut-off time specified in the table at the end of the prospectus. The definitive price of the units for the issues and redemptions is determined at the earliest on the bank working day following the day the order is placed (valuation day – see the table at the end of the prospectus). This is referred to as "forward pricing". Units are issued and redeemed on any Banking Day (Monday to Friday). No issues or redemptions will take place on Swiss public holidays, i.e. Easter, Whitsun, Christmas, New Year, August 1, etc., or on days when no afternoon fixing takes place (particularly Christmas Eve (Dec. 24) and New Year's Eve (Dec. 31)), or on days when the stock exchanges and markets in the main investment countries or precious metal trading in London for the corresponding subfund are closed (cf. § 16 prov. 1 of the fund contract). To the extent that payment is made by way of the furnishing or withdrawal of assets (cf. § 18), this applies likewise to the valuation of such assets.
2. Units may be subscribed and redeemed in the account unit or in other currencies as shown in the table at the end of the prospectus. If units are subscribed or redeemed in a subscription/redemption currency other than the accounting currency as per the table at the end of the prospectus, the investor will not incur additional costs. The issue and redemption price of the units is based on the net asset value per unit calculated on the valuation day in accordance with § 16. The issue and redemption price of units is based on the net asset value per unit calculated on the valuation day on the basis of the closing prices from the previous day as defined under § 16. In the case of unit issues, an issuing commission may be added to the net asset value pursuant to § 19 and in the case of unit redemptions, a redemption commission may be deducted from the net asset value pursuant to § 19. Incidental costs for the purchase and sale of investments (such as bid/ask spreads, standard brokerage charges, commission, taxes and duties) of no more than 2.5% of the net asset value of the subfunds, as well as the cost of verifying and maintaining quality standards in relation to physical assets or processing fees incurred in connection with the investment in physical precious metal, including any value added taxes, etc., incurred on average by the respective subfund in connection with the investment of the amount paid in, or with the sale of that portion of investments corresponding to the redeemed unit(s), will be charged to the investor. (issuing and redemption fees). When making the deduction, the fund management company may also take into account the actual level of incidental costs instead of the above-mentioned average incidental costs, provided this is appropriate in the judgment of the fund management company considering the relevant circumstances (e.g. level of amount, general market situation, specific market situation for the asset class concerned). In such cases, the deduction may be higher or lower than the average incidental costs. In addition, the maximum adjustment of 2.5% of the net asset value may be exceeded in the cases specified in § 17 prov. 5 as well as in other exceptional cases if, in the view of the fund management company, this is in the interests of all investors. The fund management company shall immediately apprise the auditors and the supervisory authority of any decision to exceed the maximum adjustment. It shall also notify existing and new investors in a suitable manner. No additional costs are charged if the investor furnishes or takes back assets (cf. § 18), subject to § 19 prov. 5, or in the event of a switch between subfunds as specified in the table 2 at the end of the



prospectus or a switch between classes within a subfund. Where assets are furnished in the form of physical gold, other costs (processing fees), including value added tax where applicable, may arise and be charged to the investor. Payment of the issue/redemption price must be effected with a value date in accordance with the table at the end of the prospectus.

3. The issue and redemption prices are rounded up or down to the smallest unit of currency in circulation (in the case of precious metal to four places after the decimal point).
4. The fund management company may suspend the issue of units at any time, and may reject applications for the subscription or switching of units. The fund management company and the custodian bank may refuse purchase applications, as well as suspend or limit the sale, distribution or transfer of units to individuals and corporate bodies in particular countries or areas.
5. The fund management company may temporarily and by way of exception defer repayment in respect of units of a subfund in the interests of all investors if:
  - a) if a market which is the basis for the valuation of a significant proportion of the assets of the subfund concerned is closed, or if trading on such a market is restricted or suspended;
  - b) in the event of a political, economic, military, monetary or other emergency;
  - c) if, owing to exchange controls or restrictions on other asset transfers, the subfund can no longer transact its business;
  - d) in the event of large-scale redemptions of units of the subfund that could significantly affect the interests of the remaining investors.
6. The fund management company shall immediately apprise the auditors and the supervisory authority of any decision to suspend redemptions.
7. The issue of units of a subfund shall be suspended for as long as the redemption of units of this subfund is delayed on the grounds referred to under prov. 5 a) to c).

#### § 18 Transfers of Assets into and out of the Fund instead of Cash Payments

The following provisions apply to the subfunds **CSIF (CH) II Gold Blue** and **CSIF (CH) II Gold Income Maximizer Blue**:

1. Instead of a cash payment, investors may request that assets be transferred into the fund's assets at subscription or, in the event of a redemption, be transferred to them out of the fund's assets ("transfer of assets in kind"). This request must be submitted with the subscription or redemption application. The fund management company is not obliged to consent to transfers of assets in kind. The fund management company decides on any request for a transfer of assets in kind at its own discretion and only gives its consent if the execution of such a transaction complies fully with the investment policy of the umbrella fund or subfund and does not harm the interests of the other investors.

The costs incurred by a transfer of assets in kind may not be charged to the fund's assets. The costs may be charged to the investor submitting the order.

For transfers of assets in kind, the fund management company produces a report itemizing the individual assets transferred, the market value of these assets at the time of transfer, the number of units issued or redeemed in exchange, and a possible settlement of fractions in cash. With each transfer of assets in kind, the custodian bank verifies compliance by the fund management company with its fiduciary obligations as well as the valuation of the assets transferred and of the units issued or redeemed as at the cutoff date. The custodian bank shall immediately report any reservations or complaints to the auditors.

Transfers of assets in kind are itemized in the annual report.
2. In the case of subfunds that invest in physical precious metals, only the provisions set out below shall apply in addition to § 18 prov. 1.
  - a) Instead of payment of the cash redemption price calculated as per § 17 prov. 2, investors in **CSIF (CH) II Gold Blue** and **CSIF (CH) II Gold Income Maximizer Blue** are entitled to request that the redemption price calculated as per § 17 prov. 2, less the commission payable as per § 19 prov. 4, the costs deducted pursuant to § 19 prov. 5, plus any other costs ("redemption amount"), be paid to the custodian bank in the form of physical gold ("transfer of assets in kind"). This is subject, however, to

any monetary policy-related or other measures taken by government authorities that prohibit the delivery of physical gold for the specific subfund or complicate it in such a way that the custodian bank cannot reasonably be expected to proceed with a transfer of assets in kind. The transfer, in the appropriate unit classes, of assets in kind is basically limited to a standard unit of 1 bar of approx. 400 ounces (oz.) (approx. 12.5 kg) of purity 995/1,000 or higher as per the investments permitted in § 8 prov. 4 a) of the fund contract.

- b) The investors in question must submit their request for a transfer of assets in kind to the custodian bank together with the request for the redemption of their fund units.
- c) Delivery shall be within a maximum of 10 bank working days at the registered office of the custodian bank in Zurich, with delivery at the branch or address designated from case to case by the custodian bank ("place of performance"). In this case, transfer of ownership shall be deemed to take place at the time of delivery at the place of performance. Depending on the manner in which the request for transfer in kind is settled, a counterparty risk may arise for the custodian bank.

If an investor prefers the gold to be delivered at another location, he/she must submit a corresponding request to the custodian bank together with the redemption request. The custodian bank or fund management company is not obligated to comply with such a request. Should the transfer take place at a location other than that specified, the additional costs (transportation, insurance, etc.) and any associated taxes payable shall be invoiced to the investor in addition to the commission and the costs as per § 19 provs. 4 and 5. The place of performance must be located in Switzerland. No deliveries are made outside of Switzerland.

- d) For transfers of assets in kind, the fund management company produces a report itemizing the individual assets transferred, the market value of these assets at the time of transfer, the number of units redeemed in exchange, and a possible settlement of fractions in cash.
  - e) With each transfer of assets in kind, the custodian bank shall verify compliance by the fund management company with its fiduciary obligations as well as the valuation of the assets transferred and of the units returned as at the cutoff date. The custodian bank shall immediately report any reservations or complaints to the auditors.
  - f) Transfers of assets in kind must be itemized in the annual report.
  - g) Regarding the entitlement of investors with units of the corresponding unit classes to request the transfer of assets in kind in the event of liquidation, please see § 26 prov. 6.
  - h) The transfer of assets in kind is limited to the gold held by **CSIF (CH) II Gold Blue** and **CSIF (CH) II Gold Income Maximizer Blue**.
  - i) The fund management company and the custodian bank are not obligated to comply with a request for a transfer of assets in kind if the investor does not agree with the terms of said request whereby information required for the transaction (especially regarding the client's relationship with the custodian bank or third-party banks) must be disclosed between the bank concerned, the custodian bank and the fund management company (depending on where the account is held). The fund management company decides on any request for a transfer in kind at its own discretion, and may refuse a request without giving reasons.
3. a) With the **CSIF (CH) II Gold Blue** and **CSIF (CH) II Gold Income Maximizer Blue** subfunds, investors are entitled at subscription to request a transfer of assets to the custodian bank in the form of physical gold ("transfer of assets in kind") instead of cash. Art. 17 prov. 2 (calculation of issue price) is applicable accordingly to transfers of assets in kind. This is subject, however, to any monetary policy-related or other measures taken by government authorities that prohibit the delivery of physical gold for the specific subfund or complicate it in such a way that the custodian bank cannot reasonably be expected to proceed with a transfer of assets in kind. The transfer, in the appropriate unit classes, of assets in kind as per § 8 prov. 4 a) of the fund contract is basically limited to a standard unit of 1 bar of approx.

- 400 ounces (oz.) (approx. 12.5 kg) of purity 995/1,000 or higher as per the investments permitted in § 8 prov. 4 d).
- b) The investors concerned must submit an application to the custodian bank for a transfer of assets in kind.
  - c) The transfer of assets in kind is explicitly limited to the gold holdings of the investor that are held by the custodian bank at its registered office in Zurich.
  - d) For transfers of assets in kind, the fund management company produces a report itemizing the individual assets transferred, the market value of these assets at the time of transfer, the number of units redeemed in exchange, and a possible settlement of fractions in cash.
  - e) With each transfer of assets in kind, the custodian bank shall verify compliance by the fund management company with its fiduciary obligations as well as the valuation of the assets transferred and of the units returned as at the cutoff date. The custodian bank shall immediately report any reservations or complaints to the auditors.
  - f) Transfers of assets in kind must be itemized in the annual report.
  - g) The fund management company and the custodian bank are not obligated to comply with a request for a transfer of assets in kind, especially if the investor does not agree with the terms of said request whereby information possibly required for the transaction (especially regarding the client's relationship with the custodian bank) and does not authorize the custodian bank to disclose information to the fund management company. The fund management company decides on any request for a transfer in kind at its own discretion, and may refuse a request without giving reasons.

## V. Fees and Incidental Costs

### § 19 Fees and Incidental Costs Charged to the Investor

1. When units are issued, investors may be charged an issuing commission payable to the fund management company, the custodian bank and/or distributors within Switzerland or abroad. This commission may not in total exceed 5% of the net asset value.
2. When units are redeemed, investors may be charged a redemption commission payable to the fund management company, the custodian bank and/or distributors within Switzerland or abroad. This commission may not in total exceed 2% of the net asset value of the respective subfund.
3. When units are issued and redeemed, the fund management company shall also charge the incidental costs (issue and redemption fees) which accrue to the corresponding subfund through the investment of the amount paid in or the sale of a portion of the investments corresponding to the units redeemed (pursuant to § 17 prov. 2).
4. In the case of the subfunds **CSIF (CH) II Gold Blue** and **CSIF (CH) II Gold Income Maximizer**, where payment is made by a transfer of assets in kind instead of cash as per § 18, a commission is payable to the custodian bank equivalent to a maximum of 0.10% of the standard unit of 1 bar of approx. 400 ounces (oz.) (approx. 12.5 kg) of purity 995/1,000 or higher plus value added tax at the currently applicable rate (if any). Other costs (minting, delivery, insurance, deduction for difference in purity, etc.) plus value added tax at the currently applicable rate may be charged to the investor as incurred. This commission and other possible costs are due when the assets are actually delivered.  
No commission is payable to the custodian bank for the transfer of assets in the form of physical gold. Any additional costs (processing fees) are charged to the investor at cost (§ 17 prov. 2). Such costs are payable on transfer of the assets.
5. In the case of the subfund **CSIF (CH) II Gold Income Maximizer Blue**, where payment is made by a transfer of assets in kind instead of cash, the fund management company shall also charge, and credit to the subfund assets, the costs in connection with adjusting the derivatives strategy, amounting to a maximum of 2.0% of the net asset value of the subfund. The actual costs are shown in the table at the end of the prospectus.
6. In the case of switches within this umbrella fund from one subfund to another, a reduced issue commission of up to 2.5% and a reduced redemption commission of up to 1% will be levied.

In addition, investors will be charged the issue and redemption fees set out in point 3 above.

A reduced-price switch with a maximum commission of 0.5% is only possible when switching between different subfunds as specified in Table 2 at the end of the prospectus.

7. Neither issuing nor redemption commission is charged for switches between different unit classes of a subfund, nor are issue or redemption fees levied to cover the incidental costs. The costs incurred in connection with a switch from an unhedged unit class to a hedged unit class, or from a hedged unit class to an unhedged unit class (in each case within a subfund), may not be charged to the fund's assets. The costs may be charged to the investor submitting the order.
8. For the distribution of liquidation proceeds in the event of the dissolution of the umbrella fund or a subfund, the investor may be charged a commission of 0.5% of the net asset value of his/her units.

### § 20 Fees and Incidental Costs Charged to the Subfunds' Assets

1. The following applies for the **CSIF (CH) II Gold Blue** subfund:  
For the administration, asset management, distribution activities in connection with the subfunds and for all custodian bank duties such as safekeeping of fund assets, handling of payment transactions and performance of the other tasks listed in § 4, the fund management company shall charge the subfund a flat-rate management fee (including distribution fees) not exceeding 1.6% p.a. of the net assets of the subfund. The management fee may be charged at different rates for individual unit classes within the subfund.  
This management fee shall be charged to the subfund at the beginning of each month on the basis of the subfund's average net assets in the preceding month. The actual rate applied in any given case is shown in the annual and semi-annual reports.  
No management fee is charged for investments in other investments pursuant to § 8 prov. 3 as the target funds are ZA class investments. The remuneration for the target funds' management company and asset management function will be levied on the basis of a separate contractual agreement in accordance with § 6 prov. 4.  
The flat-rate management fee varies according to unit class as follows:
  - DB class: max. 0.5% p.a.
  - DBH classes: max. 0.5% p.a.
  - FB class: max. 1.5% p.a.
  - FBH classes: max. 1.5% p.a.
  - QB class: max. 1.3% p.a.
  - QBH classes: max. 1.3% p.a.
  - ZB class: no commission (separate charges as per § 6 prov. 4).
  - ZBH classes: no commission (separate charges as per § 6 prov. 4).
2. The following applies for the subfunds **CSIF (CH) II Gold Income Maximizer Blue** and **CSIF (CH) II SMI Income Maximizer Blue**:  
The management commission payable to the fund management company consists of the following elements:
  - a) For the administration, asset management and distribution activities in connection with the subfunds, the fund management company shall charge to the assets of the subfund the following annual commission (management fee) based on the net assets of the subfund, to be charged to the assets of the subfund on a pro rata basis at the start of each month on the basis of the average net assets of the subfund in the preceding month. The management fee does not cover the services specified in b) below.
  - b) For the services provided in relation to the calculation of net asset values and the currency hedging of currency-hedged unit classes (FX hedging), the fund management company shall charge to the assets of the subfund the following annual commission (servicing fee) based on the net assets of the subfund, to be charged to the assets of the subfund on a pro rata basis at the start of each month on the basis of the average net assets of the subfund in the preceding month.The sum of the management fee and servicing fee corresponds to the management commission payable to the fund management company and shall not exceed the following maximum rates.

The maximum rates for the management fee, servicing fee and management commission vary according to unit class as follows:

Unit class	Management fee /p.a.	Servicing fee/p.a.	Total management commission/p.a.
A B	Max. 1.15%	Max. 0.10%	Max. 1.25%
AH BH	Max. 1.15%	Max. 0.15%	Max. 1.30%
IA IB	Max. 0.75%	Max. 0.10%	Max. 0.85%
IAH IBH	Max. 0.75%	Max. 0.15%	Max. 0.90%
UA UB	Max. 1.05%	Max. 0.10%	Max. 1.15%
UAH UBH	Max. 1.05%	Max. 0.15%	Max. 1.30%

3. The following applies for the subfunds **CSIF (CH) II Gold Income Maximizer Blue** and **CSIF (CH) II SMI Income Maximizer Blue**:  
For the safekeeping of the assets of the subfund, the handling of the subfund's payment transactions and performance of the other tasks of the custodian bank listed under § 4, the custodian bank shall charge to the assets of the subfund a commission (custodian bank commission) not exceeding 0.05% p.a. of the net assets of the subfund, to be charged to the assets of the subfund on a pro rata basis at the start of each month on the basis of the average net assets of the subfund in the preceding month.
4. The management fee does not necessarily include the following payments and ancillary costs incurred by the fund management company and the custodian bank, which may be charged directly to the subfund's assets:
  - a) costs incurred by the purchase and sale of the investments, specifically standard brokerage charges, fees, taxes and duties, and the cost of continuous linked settlement (CLS), as well as the cost of verifying and maintaining quality standards in relation to physical assets;
  - b) fees charged by the supervisory authority for establishing, amending, liquidating and merging the umbrella fund or the subfunds;
  - c) annual fees charged by the supervisory authority;
  - d) fees charged by the auditor for annual auditing and for certification in connection with establishing, amending, liquidating and merging of the umbrella fund or any subfunds;
  - e) fees paid to legal and tax consultants in connection with establishing, amending, liquidating or merging the umbrella fund or the subfunds, as well as acting in the interests of the umbrella fund or of the subfunds and of its/their investors;
  - f) costs for the publication of the net asset value of the subfunds, as well as all costs for the issuing of notices to the investors including translation costs, where such costs are not ascribed to an error on the part of the fund management company;
  - g) cost of printing legal documents as well as the annual and semi-annual reports of the umbrella fund;
  - h) costs in connection with the exercising of voting rights or creditors' rights by the umbrella fund or the subfunds, including fees for external consultants;
  - i) costs and fees in connection with intellectual property or usage rights registered in the name of the umbrella fund or the subfunds;
  - j) all costs incurred as a result of extraordinary steps taken by the fund management company, the asset manager or the custodian bank to safeguard the interests of the investor.
5. Where possible, the costs specified in point 4 a. will be offset directly against the stated acquisition or saleable value of the respective investments, otherwise under expenses. Credit Suisse (Switzerland) Ltd., Zurich, does not charge any brokerage fees.
6. In accordance with the provisions of the prospectus, the fund management company and its agents may pay trailer fees to cover the distribution of subfund units and rebates to the investors in order

to reduce the fees and costs charged to the umbrella fund and the subfunds.

7. Fees and incidental costs may be charged only to that subfund for which a specific service was rendered.  
Costs that cannot be unequivocally allocated to a subfund shall be charged to the individual subfunds on a pro rata basis in relation to their share of the fund's assets.
8. If the fund management company acquires units of other collective investment schemes that are managed directly or indirectly by the fund management company itself or a company with which it is related by virtue of common management or control or by way of a material indirect or direct stake of more than 10% of the capital or votes ("related target funds"), it may not charge to the subfunds any issuing or redemption commissions of the related target funds.
9. Taking any trailer fees and discounts into account, the management fee of the target funds in which the assets of the Credit Suisse Index Fund (CH) II Umbrella are invested may not exceed 3% of the net asset value of the target fund in question, excluding any performance-related fees. The maximum rate of the management fee of the target funds in which investments are made, taking any trailer fees and rebates into account, shall be disclosed in the annual report.

## VI. Financial Statements and Audits

### § 21 Financial Statements

1. The accounting currencies of the individual subfunds are as follows:

CSIF (CH) II Gold Blue	USD
CSIF (CH) II Gold Income Maximizer Blue	CHF
CSIF (CH) II SMI Income Maximizer Blue	CHF

Other issuing and redemption currencies are listed in the table at the end of the prospectus.
2. The accounting year shall run from March 1 until the end of February of the following year. The first accounting year for the subfund CSIF (CH) II SMI Income Maximizer Blue runs until February 29, 2024.
3. The fund management company shall publish an audited annual report for the umbrella fund and subfunds respectively within four months of the end of the financial year.
4. The fund management company shall publish a semi-annual report for the fund within two months following the end of the first half of the financial year.
5. The investor's right to obtain information under § 5 prov. 5 is reserved.

### § 22 Audits

The auditors shall examine whether the fund management company and the custodian bank have acted in compliance with the statutory and contractual provisions as well as any applicable code of conduct of the Asset Management Association Switzerland. The annual report shall contain a short report by the auditors on the annual financial statements.

## VII. Appropriation of Net Income

### § 23

1. The net income of the capital growth unit classes of a subfund accrues to the corresponding subfund each year for reinvestment, subject to any taxes and duties charged on the reinvestment. This is also subject to extraordinary distributions of net income by the subfunds' capital growth unit classes to investors in the respective accounting currency.  
For each of the distribution unit classes, the net income will be distributed to the investors annually within four months of the end of the financial year in the corresponding currency of account. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue, the distribution of income may be spread across one or more distribution dates within the framework of the quarterly distributions.  
The fund management company may make additional interim distributions from the income.  
In the case of subfunds that invest exclusively in physical precious metals, actual distributions should not be expected owing to the economic characteristics of precious metals and the fact that fees and costs are incurred on an ongoing basis.  
Up to 30% of the net income of each unit class of the subfund may be carried forward to the new account. If the net income in a financial

year including income carried forward from previous financial years is less than 1% of the net assets of a subfund class and less than CHF 1, USD 1, EUR 1 JPY 100, GBP 1 or CAD 1 per unit (depending on the accounting currency), a reinvestment or distribution may be waived and the entire net income may be carried forward to the new account of the subfund class concerned.

2. All or part of any realized capital gains from the sale of assets and rights may be distributed by the fund management company or retained for reinvestment. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue, a decision may be taken to distribute realized capital gains through one or more payments within the framework of the quarterly distributions.
  3. Provided that all income and realized gains for the most recent and preceding accounting years were distributed in their entirety, the fund management company may decide on a partial repayment for the subfund CSIF (CH) II Gold Income Maximizer Blue. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue, the fund management company may under the same conditions decide on partial repayments in the form of one or more payments within the framework of the quarterly distributions. This involves a repayment of paid-up capital, without the fund being (partially) liquidated. No costs shall arise as a result of the partial repayment for either the fund or the investors. The partial repayment may take place in conjunction with the audited annual financial statements and will be shown in the annual report. The fund management company shall publish the partial repayment in the official medium of publication in advance.
  4. In the case of the subfund CSIF (CH) II SMI Income Maximizer Blue, the fund management company may as of the launch of the subfund and up to the first audited annual financial statements decide on partial repayments within the framework of the quarterly distributions, without the fund being (partially) dissolved. The fund management company shall publish the partial repayment in the official medium of publication in advance as well as disclose it in the annual report. No costs shall arise as a result of the partial repayment for either the fund or the investors.
- c) the relevant fund contracts are basically identical in terms of the following provisions:
    - the investment policy, investment techniques, risk diversification, as well as the risks associated with the investment;
    - the appropriation of net income and capital gains realized on the sale of assets and rights;
    - the type, amount and calculation of all fees, the issue and redemption commission together with the incidental costs for the purchase and sale of the investments (such as standard brokerage charges, commission, taxes and duties), as well as the cost of verifying and maintaining quality standards in relation to physical assets, that may be charged to the fund's or subfund's assets or to the investors;
    - the redemption conditions;
    - the duration of the contract and the conditions of dissolution;
  - d) the valuation of the fund assets, the calculation of the exchange ratio and the transfer of the assets of the funds or subfunds must take place on the same day;
  - e) no costs shall arise as a result for either the funds or subfunds or the investors.  
This is subject to § 20 prov. 4 b) as well as d) and e).
3. If the merger is likely to take more than one day, the supervisory authority may approve limited deferment of repayment in respect of the units of the funds or subfunds involved.
  4. The fund management company must submit the proposed merger together with the merger schedule to the supervisory authority for review at least one month before the planned publication of the intended changes to the fund contract. The merger schedule must contain information on the reasons for the merger, the investment policies of the funds/subfunds involved and any differences between the acquiring fund/subfund and the fund/subfund being acquired, the calculation of the exchange ratio, any differences with regard to fees and any tax implications for the subfunds or funds, as well as a statement from the statutory auditors as per the Collective Investment Schemes Act.
  5. The fund management company must publish a notice of the proposed changes to the fund contract pursuant to § 24 prov. 2 and the proposed merger and its timing together with the merger schedule at least two months before the planned date of merger in the medium of publication of the funds or subfunds in question. In this notice, the fund management company must inform the investors that they may lodge objections against the proposed changes to the fund contract with the supervisory authority within 30 days of the publication or notice, or request the redemption of their units in cash/transfer of assets in kind pursuant to § 18.
  6. The auditors must check directly that the merger is being carried out correctly, and shall submit a report containing their comments in this regard to the fund management company and the supervisory authority.
  7. The fund management company shall inform the supervisory authority of the conclusion of the merger and shall publish notification of the completion of the merger, the confirmation from the auditors regarding the proper execution of the merger and the exchange ratio without delay in the medium of publication of the funds or subfunds involved.
  8. The fund management company must make reference to the merger in the next annual report of the acquiring fund. If the merger does not take place on the last day of the usual financial year, an audited closing statement must be produced for the fund(s) or subfund(s) being acquired.

## VIII. Publication of Official Notices by the Umbrella Fund and Subfunds

### § 24

1. The official publication for notices concerning the umbrella fund is the print or electronic medium specified in the prospectus. Notification of any change in a medium of publication shall be published in the existing medium of publication.
2. The following information shall in particular be published in the medium of publication: summaries of material amendments to the fund contract, indicating the offices from which the amended wording may be obtained free of charge, any change of fund management company and/or custodian bank, the creation, dissolution or merger of unit classes, as well as the liquidation of individual subfunds. Amendments that are required by law that do not affect the rights of investors or are of an exclusively formal nature may be exempted from the duty to publish subject to the approval of the supervisory authority.
3. The prospectus with integrated fund contract, the Key Investor Information Document and the respective annual and semi-annual reports may be obtained free of charge from the fund management company, the custodian bank and from all distributors.

## IX. Restructuring and Dissolution

### § 25 Mergers

1. Subject to the consent of the custodian bank, the fund management company can merge individual subfunds with other subfunds or other investment funds by transferring – as of the time of the merger – the assets and liabilities of the subfund(s) or fund(s) being acquired to the acquiring subfund or fund. The investors of the subfund(s) or fund(s) being acquired shall receive the corresponding number of units in the acquiring subfund or fund. The subfund(s) or fund(s) being acquired is/are terminated without liquidation when the merger takes place, and the fund contract of the acquiring subfund or fund shall also apply for the subfund(s) or fund(s) being acquired.
2. Funds and subfunds may be merged only if:
  - a) provision for this is made in the relevant fund contracts;
  - b) they are managed by the same fund management company;

### § 26 Duration of the Subfunds and Dissolution

1. The umbrella fund has been established for an indefinite period. The individual subfunds may be established for a limited period, however.
2. Either the fund management company or the custodian bank may liquidate one or more subfunds by terminating the fund contract, subject to a period of notice of one month.
3. A subfund may be dissolved by order of the supervisory authority, in particular if at the latest one year after the expiry of the subscription period (launch) or a longer extended period approved by the supervisory authority at the request of the custodian bank and the fund management company it does not have net assets of at least 5 million Swiss francs (or the equivalent).

4. The fund management company shall inform the supervisory authority of the dissolution immediately and shall publish notification in the medium of publication.
5. Once the fund contract has been terminated, the fund management company may liquidate the subfund concerned forthwith. If the supervisory authority has ordered the dissolution of a subfund, it must be liquidated forthwith. The custodian bank is responsible for the payment of liquidation proceeds to the investors. If the liquidation proceedings are protracted, payment may be made in installments. Prior to the final payment, the fund management company must obtain authorization from the supervisory authority.
6. The provisions in § 18 regarding transfers of assets in kind shall also apply, *mutatis mutandis*, in the event of liquidation. Investors in the corresponding unit classes who wish to have their liquidation proceeds transferred to them in the form of physical precious metals must submit a corresponding request to the custodian bank. This request must be received by the custodian bank not later than 15 bank working days in Zurich after the date on which the liquidation of the relevant subfund is published. In the event of the subfunds or umbrella fund being liquidated, the investor's entitlement to request a transfer of the assets in kind shall be limited to the corresponding precious metals of the subfunds or umbrella fund respectively. If all investors who are entitled to the transfer of assets in kind request such a transfer in the event of liquidation to an extent that exceeds the corresponding precious metals, the transfer – provided the request is granted – shall be reduced pro rata, with part of the payment being made in cash.

## **X. Changes to the Fund Contract**

### **§ 27**

If changes are made to the present fund contract, or if the merger of unit classes or a change of the fund management company or of the custodian bank is planned, the investors may lodge objections with the supervisory authority within 30 days of the publication or notice. In the publication, the fund management informs investors about the changes to the fund contract that are subject to the review and assessment of legal conformity by FINMA. In the event of a change to the fund contract (including the merger of unit classes) the investors can also demand the redemption of their units in cash subject to the contractual period of notice. Exceptions in this regard are cases pursuant to § 24 prov. 2 that have been exempted from the duty to publish with the approval of the supervisory authority.

## **XI. Applicable Law and Place of Jurisdiction**

### **§ 28**

1. The umbrella fund and the individual subfunds are subject to Swiss law, in particular the Swiss Federal Act on Collective Investment Schemes of June 23, 2006, the Ordinance on Collective Investment Schemes of November 22, 2006 and the Ordinance of the Federal Financial Market Supervisory Authority (FINMA) on Collective Investment Schemes of August 27, 2014.  
The court of jurisdiction is the court at the fund management company's registered office.
2. For the interpretation of the fund contract, the German-language version shall be binding.
3. The present fund contract came into force on May 19, 2023 and supersedes the fund contract dated April 28, 2022.
4. When approving the fund contract, FINMA exclusively examines the provisions pursuant to Art. 35a para. 1 a-g CISO and establishes whether they comply with the law.

The registered office of the fund management company and of the custodian bank is in Zurich.

Date of approval of the fund contract by the Federal Financial Market Supervisory Authority (FINMA): May 19, 2023.