CHEYNE ENHANCED GLOBAL CREDIT FUND

Supplement dated 23 November 2018

to the Prospectus for Cheyne Select UCITS Fund plc

This Supplement contains information relating specifically to the **Cheyne Enhanced Global Credit Fund** (the "**Fund"**), a Fund of Cheyne Select UCITS Fund plc (the "**Company"**), an open-ended umbrella type investment company, with segregated liability between Funds, authorised by the Central Bank on 3 September 2009 as a UCITS pursuant to the UCITS Regulations.

This Supplement forms part of and should be read in the context of and in conjunction with the Prospectus for the Company dated 9 March 2018 (the "Prospectus") which immediately precedes this Supplement and is incorporated herein.

The Directors of the Company whose names appear under the heading "Management and Administration" in the Prospectus accept responsibility for the information contained in this Supplement and the Prospectus. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case), the information contained in this Supplement and in the Prospectus is in accordance with the facts and does not omit anything likely to affect the import of such information.

An investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors.

The Fund will invest principally in financial derivative instruments. While the prudent use of derivatives can be beneficial, they also involve risks different from, and in certain cases, greater than, the risks presented by more traditional investments.

Investors should read and consider the section entitled "Risk Factors" before investing in the Fund.

1. Interpretation

In this Supplement, the following words and phrases have the meanings set forth below, except where the context otherwise requires:

"Business Day"	means any day (except Saturday or Sunday) on which banks in London are open for business and/or such other day or days as may be determined by the Directors and notified to Shareholders.
"Corporate(s)"	means companies of any sector or industry, banks or other corporate issuers of debt.
"Credit Default Swap"	means a credit derivative contract which provides the Fund with exposure to the credit risk of an underlying Corporate. In a Credit Default Swap, one party (protection buyer) pays a periodic fee to another party (protection seller) in return for compensation if a default (or similar credit event) occurs by a reference entity (which for the Fund will generally be a Corporate).

"Dealing Day"	means each Business Day and/or such other day or days as may be determined by the Directors and notified to Shareholders in advance.
"Dealing Deadline"	means 4 p.m. Irish time on a Business Day one (1) Business Day before the relevant Dealing Day, or such other time as the Directors may determine and notify to Shareholders in advance, provided always that the Dealing Deadline is no later than the Valuation Point.
“Developed Markets”	means all the member nations of the G20 (meaning the Group of Twenty Finance Ministers and Central Bank Governors from the World’s 20 major economies), the members of the European Union, New Zealand, Norway and Singapore.
“Distribution Rate”	means (i) for any USD Share Class, the 3 month dollar LIBOR on the first day of the Quarter, (ii) for any EUR Share Class, the 3 month EURIBOR (Euro Interbank Offered Rate) on the first day of the Quarter, (iii) for any Swiss Franc Share Class, the 3 month Swiss Franc LIBOR on the first day of the Quarter, (iv) for any GBP Share Class, the 3 month GBP LIBOR on the first day of the Quarter and (v) for any SGD Share Class, the 3 month SGD LIBOR on the first day of the Quarter.
“Share Classes”	means Share Classes that make periodic distribution pursuant to the Distribution Policy.
“FDIs”	means financial derivative instruments.
“Interest Rate”	means (i) for any USD Share Class, the 12 month dollar LIBOR on the first day of the Performance Period, (ii) for any EUR Share Class, the 12 month EURIBOR (Euro Interbank Offered Rate) on the first day of the Performance Period, (iii) for any Swiss Franc Share Class, the 12 month Swiss Franc LIBOR on the first day of the Performance Period, (iv) for any GBP Share Class, the 12 month GBP LIBOR on the first day of the Performance Period and (v) for any SGD Share Class, the 12 month SGD LIBOR on the first day of the Performance Period. Investors should note that LIBOR and EURIBOR have been designated as critical benchmarks pursuant to the Benchmarks Regulation.
“Interest Rate FDIs”	means interest rate swaps, interest rate futures and forward rate agreements.
“Investment Grade”	means a bond or security with a rating of at least BBB- from Fitch Inc. or Baa3 from Moody’s Investors Service, Inc. or BBB- from Standard & Poors Financial Services LLC.
“LIBOR”	means the London Interbank Offered Rate.

"Performance Hurdle"	means the relevant Interest Rate used for each Performance Period in the calculation of the Performance Fee.
"Quarter"	means each calendar quarter.
"Valuation Point"	means the close of business in the relevant market on the relevant Dealing Day (or such other time as the Directors may determine).

All other defined terms used in this Supplement shall have the same meaning as in the Prospectus.

2. Base Currency

The Base Currency shall be US Dollars. The Net Asset Value per Share will be published and settlement and dealing will be effected in the relevant currency of the specific Share Class.

3. Investment Objective

The Fund's investment objective is to maximise total rates of return, meaning capital appreciation plus income of its investments, over the medium term primarily from returns on corporate debt and derivatives thereof, with prudent levels of risk while maintaining generally moderate levels of volatility.

4. Investment Policy

The Fund will seek to achieve its objective primarily through long or synthetic short exposure to the credit risk of Corporates in Developed Markets via Credit Default Swaps, and/or direct investment in debt securities (or via FDIs thereof).

Members of the Investment Manager's Credit Team are responsible for analysing investment opportunities for the Fund. Credit analysts in the team focus on fundamental credit analysis of Corporates on both an absolute and a relative basis. The Investment Manager will use in-house research to identify various quantitative factors such as cash generation, debt profile, growth prospects, profitability, asset coverage and cash flow generation and qualitative factors such as management, business environment, competition and corporate governance to analyse the credit of Corporates. The Investment Manager will use the output of this analysis to identify investment opportunities, taking into consideration factors such as the level of credit spreads, market supply and demand imbalances of credits, and liquidity. When an investment is made it will be closely monitored and the investment rationale for retaining the investment will be kept under review by the Investment Manager.

The Investment Manager on behalf of the Fund is expected to use Credit Default Swaps and Interest Rate FDIs as alternatives to acquiring corporate debt securities, alone or in conjunction with such securities, in any case where such investment may be accomplished in a more efficient, less costly or less risky way through the use of such FDIs. Credit Default Swaps and Interest Rate FDIs may be utilised by the Investment Manager on behalf of the Fund in certain combinations or in specific circumstances in order to seek to obtain a similar exposure to direct investment in corporate debt securities.

Corporate debt securities will include ownership of individual corporate bonds, which may be either fixed or floating rate instruments. The Fund may also invest in fixed or floating rate government debt securities (or via FDIs thereof).

General

The Fund's investments in Credit Default Swaps and debt securities will be primarily Investment Grade, however such investments may include non-investment grade. The credit exposure of the Fund, as a result of its investments, is subject to the limits described in the section entitled "*Risk Limits*" below.

While the Fund will typically have a long-bias and intends to have generally long exposure to individual Corporates, subject to an anticipated maximum long position of approximately 400%, it may also take synthetic short positions on individual Corporates, either as a hedge against a long position or for investment purposes by using Credit Default Swaps. It is not anticipated that the Fund will be net short and the Fund's net short credit exposure is not expected to exceed 20% of the Fund's Net Asset Value.

Where the Investment Manager believes this to be appropriate in terms of the investment objective and policies of the Fund and in the best interests of Shareholders, it may dispose of its investments in whole or part before their final maturity. The investment proceeds received from any such disposals will be re-invested in accordance with the Fund's investment objective and policy.

The Investment Manager may cause the Fund to engage in hedging transactions in order to mitigate losses or to adjust the average exposure of the overall portfolio, but it may not be able to remove all credit or interest rate exposure to Corporates. Hedging transactions could take the form of buying or selling credit protection on certain Corporates or credit indices using Credit Default Swaps or using Interest Rate FDIs. However, the Fund may have exposure to issuers for whom such hedging instruments are not available or are prohibitively priced.

For purposes of the Fund's investment objective and policy, the Fund may invest in cash or cash equivalents including, but not limited to; short-term government bonds, treasury bills, commercial paper, interest bearing accounts of a bank or broker, certificates of deposit, government securities and other forms of money market instruments such as bankers acceptances or bills of exchange. The Fund may, in accordance with the UCITS Regulations, also hold ancillary liquid assets (types of which have been listed immediately above) to provide security, collateral or margin in respect of its activities. The Fund may also invest up to 10% of its Net Asset Value in other collective investment schemes.

In connection with its investment objective and policy, the Fund may employ a variety of hedging strategies and in connection therewith may utilise financial derivative instruments as more particularly described below under "*Further Detail on the Use of Financial Derivative Instruments*".

With the exception of permitted investments in unlisted instruments and off-exchange financial derivative instruments, investments will be made on Recognised Exchanges, as listed in Appendix II to the Prospectus.

Risk Limits

The Fund's investments are subject to the investment restrictions as set out in Appendix I of the Prospectus.

The Fund will be exposed to the credit of Corporates of any industry in Developed Markets and may also be exposed to government debt securities.

Further Detail on the Use of Financial Derivative Instruments

The Investment Manager may use futures, currency forwards, options and Credit Default Swaps, including both exchange traded and over the counter derivative instruments, to achieve the Fund's investment objective and to hedge risks in the Fund. The Fund may also use futures and currency forwards to hedge currency exposures. A description of each such instrument is set out below.

Credit Default Swaps

When using Credit Default Swaps, the Fund will achieve long credit exposure by being the "protection seller" and short credit exposure by being the "protection buyer." Credit Default Swaps may be used by the Fund to take long credit exposure to a Corporate by entering into Credit Default Swaps by selling protection against a default in anticipation of a stable or improving credit position in a particular Corporate. Conversely, the Fund may take short credit exposure to a Corporate by entering into Credit Default Swaps by buying protection against a default in anticipation of a deteriorating credit position or default of a particular Corporate. Please see section 14. Entitled "*Risk Factors*" for a further explanation of Credit Default Swaps.

The Fund may also enter into credit default swaps on indices. Indices which are utilised by the Fund are consistent with the investment policy of the Fund, provided such indices have been cleared in advance with the Central Bank or meet its requirements. Details of any financial indices used by the Fund will be provided to Shareholders by the Investment Manager on request and will be set out in the Company's semi-annual and annual reports. Furthermore, the financial indices to which the Fund may gain exposure will typically be rebalanced on a monthly, quarterly, semi-annual or annual basis. The costs associated with gaining exposure to a financial index will be impacted by the frequency with which the relevant financial index is rebalanced. Where the weighting of a particular constituent in the financial index exceeds the UCITS investment restrictions, the Investment Manager will as a priority objective look to remedy the situation taking into account the interests of Shareholders and the Fund. The Fund expects to use Credit Default Swaps for long exposure to individual Corporates and may also take synthetic short positions on individual Corporates or indices, either as a hedge against a long position or for investment purposes.

The Investment Manager may use Credit Default Swaps as an alternative to acquiring underlying securities, either alone or in conjunction with the securities, when such investment may be accomplished in a more efficient, less costly or less risky way through the use of such Credit Default Swaps. Credit Default Swaps may also be used to maintain or reduce exposure to the market while managing the cash flows from subscriptions and redemptions into and out of the Fund more efficiently than by buying and selling underlying securities.

Futures

Futures are contracts to buy or sell a standard quantity of a specific asset (or, in some cases, receive or pay cash based on the performance of an underlying asset, instrument or index) at a pre-determined future date and at a price agreed through a transaction undertaken on an exchange. Futures may only be used for the purpose of hedging foreign exchange or interest rate risk arising when investments are denominated in a currency other than the Fund's Base Currency or for the purpose of share class hedging.

Currency Forwards

In forward foreign exchange contracts, the contract holders are obligated to buy or sell from another a specified amount of one currency at a specified price with another currency on a specified future date. Forward contracts cannot be transferred but they can be 'closed out' by entering into a reverse contract. Foreign currency forwards may be used for the purpose of hedging foreign exchange risk arising when investments are denominated in a currency other than the Fund's Base Currency or to hedge the value of certain classes of Shares in the Fund against changes in the exchange rate between the currency of denomination of the class of Shares and the Base Currency of the Fund.

Options

Options are contracts whereby the holder has the right but not the obligation to either purchase (call option) or sell (put option) to the counterparty (or to the exchange for exchange traded options) an underlying investment for a specified price (the strike price) on a specified date or during a period to expire on a specified date. Such underlying investments may be specific securities, indices or any indebtedness of a Corporate. To reduce downside risk the Fund intends to employ tail risk hedging (an efficient method of protecting against the low risk of extreme market movements) through options.

Risk Management

The Investment Manager operates a risk management process on behalf of the Fund in relation to its use of derivatives which allows it to accurately measure, monitor and manage the various risks associated with derivatives and other investments, and which is intended to ensure that the Fund's investments including derivatives exposure remains within the limits described below. This risk management process also takes into account any exposure created through derivatives embedded in investments held by the Fund.

The risk management process is described in a statement, a copy of which has been filed with the Central Bank, and which will be updated from time to time to include any additional financial derivative instruments which the Investment Manager proposes to employ on behalf of the Fund ("**Risk Management Process**"). Until such time as the risk management statement has been updated, however, the Investment Manager will not use any financial derivative instrument which is not for the time being included in the Risk Management Process.

As per the Risk Management Process, leverage and exposure in the Fund will be primarily controlled through the daily analysis and limitation of the Fund's Value at Risk ("**VaR**"). Using data from price movements over the past year of trading days, VaR is an estimate of the maximum daily loss the Fund is likely to suffer on any given day based on its current holdings. The Absolute VaR of the Fund will not exceed 20% of the Fund's Net Asset Value. The VaR will be calculated to a one-tailed 99% confidence interval and a 20 day holding period and using an effective observation period of 250 days. The measurement and monitoring of all exposures relating to the use of FDI will be performed on at least a daily basis.

The Fund's gross leverage, calculated on the basis of the notional values of the derivatives, will generally not exceed 5,000% (50x) of the Fund's Net Asset Value. This is not, however, an indicator of economic leverage within the Fund and may appear high, as it does not take into account the effect of any netting or hedging arrangements that the Fund may adopt and because the prescribed methodology for calculating gross leverage requires the inclusion of the full notional of any credit protection purchased even though the Fund's maximum downside exposure in this case is limited to the total sum of premia that the Fund has committed to pay. Furthermore, the correlation between the long positions in the Fund and any hedges is expected to be high which will further reduce the economic leverage. The rationale for high leverage is to generate attractive risk adjusted returns.

The range in the level of leverage may result from the investments acquired by the Fund and the varying use of derivatives that are used to alter the Fund's credit exposures. The use of leverage can increase the potential return on investment and may assist the Fund achieve its investment objectives and policies.

VaR is a methodology that is used to estimate the risk or probability of losses in a portfolio. It is based on statistical analysis of historical price trends and volatilities and is designed to predict the likely scale of losses that might be expected to occur in a portfolio over a given period of time.

VaR has some limitations which result from the methodology's reliance on historical data and estimated correlations between portfolio holdings, which may not be an accurate predictor of future market conditions, particularly where the Fund experiences abnormal market conditions. An additional limitation of VaR is its focus on market risk as it does not measure other risks that may impact the Net Asset Value of the Fund. For example, VaR does not take into account liquidity risk.

Although the Fund utilises the Absolute VaR methodology there is no guarantee that this methodology captures the Fund's entire risk profile as generated through the Fund's investments, including the use of derivatives. In particular, in abnormal market conditions the VaR methodology may not be a reliable measure of risk and investors may suffer significant financial losses.

In order to protect investors, particularly under abnormal market conditions where the VaR methodology may not be an accurate measure of the Fund's risk profile, the Investment Manager may reduce the leverage in the portfolio by choosing to invest a greater proportion of the Fund's assets in cash or cash equivalents.

Information on financial derivative instruments used for the Fund will be included in the Company's semi-annual and annual reports and accounts. The Company will also provide information to Shareholders on request on the risk management process employed by the Investment Manager on the Fund's behalf, including details of the quantitative limits applied and information on the risk and yield characteristics of the main categories of investments held on behalf of the Fund.

Financial derivative instruments may be used by the Investment Manager either for investment or hedging purposes. Examples of the way in which they may be used, which should not be taken as being exhaustive, or mutually exclusive, include:

Hedging

Swaps (including Credit Default Swaps), futures and forwards may be used to hedge against downward movements in the value of the Fund's portfolio, either by reference to specific Corporates or markets to which the Fund may be exposed. The Investment Manager may also take out hedges against changes in interest or currency rates or credit spreads which would have an impact on the Fund.

Forward foreign exchange contracts may also be used more specifically to hedge the value of certain classes of Shares in the Fund against changes in the exchange rate between the currency of denomination of the class of Shares and the Base Currency of the Fund. Interest Rate FDIs may be used to hedge interest rate exposures for the Fund.

Techniques for Efficient Portfolio Management

The Investment Manager may use techniques for efficient portfolio management for the Fund, such as stock lending and repurchase/reverse repurchase agreements and may purchase securities on a when issued/delayed delivery basis subject to the conditions and limits set out in the Central Bank UCITS

Regulations set out in Appendix IV. Any reference in this Supplement to "efficient portfolio management" shall mean a reference to techniques and instruments, including the use of derivatives, used for one or more of the following specific aims:

(1) the reduction of risk;
(2) the reduction of cost;
(3) the generation of additional capital on income for the Fund with a level of risk which is consistent with the risk profile of the Fund.

Profile of a Typical Investor and Target Market Identification

The Central Bank requires the Company to disclose in the Prospectus or Supplement the profile of a typical investor for whom that Fund is designed.

The Fund may suit investors looking for a moderately risky alternative investment strategy to complement an existing core portfolio, or diversified investors looking for exposure to corporate credit and who are prepared to accept moderate levels of volatility. The Fund's expected returns should compare favourably to corporate bond funds which only purchase and hold corporate bonds.

The investments of the Fund are subject to market fluctuations and other risks inherent in investing in securities and an investor is exposed to varying degrees of risk associated with the volatility of market perceived credit worthiness of underlying credits. The volatility may be affected by the global economic and interest rate conditions but also by the general credit market environment and the creditworthiness of Corporates.

Investors in the Fund should have at least a two to four-year investment horizon.

Separately, distributors that are subject to the requirements of MiFID II are required to have in place adequate arrangements to obtain all appropriate information on the products they distribute and their identified target markets. To assist such distributors, information has been or may be provided to such distributors (as relevant) on what is considered to be the potential target market for the relevant Fund, in accordance with the above profile of a typical investor. The Fund may not be appropriate for investors outside the target market; responsibility for compliance with any applicable MiFID II distribution requirements rests with the relevant distributor.

5. Share Classes

Shares will be issued to investors as Shares of a Class in this Fund. The Directors may, whether on the establishment of this Fund or from time to time, with prior notification to, and clearance by the Central Bank, create more than one Class of Shares in this Fund.

The Directors may in their absolute discretion differentiate between Classes of Shares, without limitation, as to currency denomination of a particular Class, dividend policy, hedging strategies if any applied to the designated currency of a particular Class, fees and expenses or the Minimum Initial Subscription or Minimum Holding applicable. The Directors may in their absolute discretion waive the Minimum Initial Subscription or Minimum Holding requirement.

At the date of this Supplement, there are twenty-five Classes of Shares in the Fund available for subscription and details of which are set out below:-

Class of Share	Currency	Minimum Initial Subscription	Investment Management and Advisory Fee	Performance Fee	Minimum Holding*
Class EGC - I1 ($)	$	$100,000	1%	10%	$50,000
Class EGC - I2 (€)	€	€100,000	1%	10%	€50,000
Class EGC - I3 (£)	£	£100,000	1%	10%	£50,000
Class EGC – I4 (CHF)	CHF	CHF100,000	1%	10%	CHF50,000
Class EGC – I5 (SGD)	SGD	SGD100,000	1%	10%	SGD50,000
Class EGC - D1 ($)	$	$50,000	1.50%	10%	$25,000
Class EGC – D2 (€)	€	€50,000	1.50%	10%	€25,000
Class EGC – D3 (£)	£	£50,000	1.50%	10%	£25,000
Class EGC – D4 (CHF)	CHF	CHF50,000	1.50%	10%	CHF25,000
Class EGC – D5 (SGD)	SGD	SGD100,000	1.50%	10%	SGD50,000
Class EGC Dist - I1 ($)	$	$100,000	1%	10%	$50,000
Class EGC Dist - I2 (€)	€	€100,000	1%	10%	€50,000
Class EGC Dist - I3 (£)	£	£100,000	1%	10%	£50,000
Class EGC Dist – I4 (CHF)	CHF	CHF100,000	1%	10%	CHF50,000
Class EGC Dist – I5 (SGD)	SGD	SGD100,000	1%	10%	SGD50,000
Class EGC Dist - D1 ($)	$	$50,000	1.50%	10%	$25,000
	€	€50,000	1.50%	10%	€25,000

Class EGC Dist – D2 (€)					
Class EGC Dist – D3 (£)	**£**	**£50,000**	**1.50%**	**10%**	**£25,000**
Class EGC Dist – D4 (CHF)	**CHF**	**CHF50,000**	**1.50%**	**10%**	**CHF25,000**
Class EGC Dist – D5 (SGD)	**SGD**	**SGD100,000**	**1.50%**	**10%**	**SGD50,000**
Class EGC – X1 ($)	**$**	**$50,000,000**	**None**	**None**	**$40,000,000**
Class EGC – X2 (€)	**€**	**€50,000,000**	**None**	**None**	**€40,000,000**
Class EGC – X3 (£)	**£**	**£50,000,000**	**None**	**None**	**£40,000,000**
Class EGC – X4 (CHF)	**CHF**	**CHF50,000,000**	**None**	**None**	**CHF40,000,000**
Class EGC – X5 (SGD)	**SGD**	**SGD50,000,000**	**None**	**None**	**SGD40,000,000**

Shares are issued and redeemed in US Dollars, Euro, Pounds Sterling, Swiss Francs or Singapore Dollars, depending on the Share Class. The underlying investments held by the Fund may be denominated in those or other currencies. Accordingly, the value of an investment may be affected favourably or unfavourably by fluctuations in exchange rates, notwithstanding any efforts made to hedge such fluctuations. The Fund may enter into back to back currency borrowing or utilise derivatives such as forwards, futures, options and other derivatives to hedge against currency fluctuations between the Base Currency and currencies the Fund's investments are designated and to hedge against currency fluctuations between the Base Currency and the currency denomination of the relevant Share Class, but there can be no assurance that such hedging transactions will be undertaken or if undertaken will be effective or beneficial or that there will be a hedge in place at any given time. For further information, please review the section entitled "Hedging" in the Prospectus.

Class EGC-I3(£) and ECG-D3(£), and EGCDist-I3(£) and EGCDist-D3(£) Shares are expected to have reporting fund status. Prospective investors are referred to the "*United Kingdom Taxation*" section in the main body of the Prospectus.

Class EGC - X1($), EGC – X2(€), EGC – X3(£), EGC – X4(CHF), and ECG – X5(SGD) Shares ("**Class X Shares**") may only be offered to institutional investors, in certain limited circumstances, at the discretion of the Investment Manager. Class X Shares are, *inter alia*, designed to accommodate an alternative charging structure whereby a fee for the management of the assets attributable to Class X Shares of the Fund is levied and collected by the Investment Manager directly from an investor who is a client of the Investment Manager and who has entered into a specific agreement with the Investment Manager. These fees will, therefore, not be payable out of the net assets of the Fund attributable to Class X Shares. As a result, the Investment Management and Advisory Fee and the Performance Fee in the above table is listed as "None." Class X Shares will, however, bear their *pro-rata* share of any other applicable Fund expenses as further described below and in the section of the Prospectus entitled "*Fees and Expenses*".

For Distribution Share Classes, the intention is to make quarterly distributions of the Distribution Amount pursuant to the Distribution Policy. Distribution Share Classes include the letters "Dist" in the name of the Share Class.

6. Initial Offer

The Classes of Shares are being offered to investors at an initial price as set out below during the initial offer period and will conclude on the earlier of (i) the first investment by a Shareholder in that Class or (ii) on 24 May 2019.

SGD100 for Class EGC-I5(SGD)
SGD100 for Class EGC-D5(SGD)
$100 for Class EGC Dist-I1($)
€100 for Class EGC Dist-I2(€)
£100 for Class EGC Dist-I3(£)
CHF100 for Class EGC Dist-I4(CHF)
SGD100 for Class EGC Dist-I5(SGD)
$100 for Class EGC Dist-D1($)
€100 for Class EGC Dist-D2(€)
£100 for Class EGC Dist-D3(£)
CHF100 for Class EGC Dist-D4(CHF)
SGD100 for Class EGC Dist-D5(SGD)
€100 for Class EGC – X2(€)
£100 for Class EGC – X3(£)
CHF100 for Class EGC – X4(CHF)
SGD100 for Class EGC – X5(SGD)

7. Application for Shares

Applications for Shares may be made to the Administrator (whose details are set out in the Application Form).

Following the relevant initial offer period, applications received by the Administrator prior to the Dealing Deadline for any Dealing Day will be processed on that Dealing Day. Any applications received after the Dealing Deadline for a particular Dealing Day will be processed on the following Dealing Day unless the Directors in their absolute discretion otherwise determine to accept one or more applications received after the Dealing Deadline for processing on that Dealing Day, provided that such applications have been received prior to the Valuation Point for the particular Dealing Day.

Initial applications should be made using the Application Form but may, if the Directors so determine, be made by facsimile or other electronic means subject to prompt transmission to the Administrator of the original signed Application Form and such other papers (such as documentation relating to money laundering prevention checks) as may be required by the Directors or their delegate. Subsequent applications to purchase Shares following the initial subscription may be made to the Administrator by facsimile or other electronic means without a requirement to submit original documentation and such applications should contain such information as may be specified from time to time by the Directors or their delegate. Amendments to a Shareholder's registration details and payment instructions will only be made following receipt of original written instructions from the relevant Shareholder.

Fractions

Subscription monies representing less than the subscription price for a Share will not be returned to the investor. Fractions of Shares will be issued where any part of the subscription monies for Shares represents less than the subscription price for one Share, provided however, that fractions shall not be less than ·01 of a Share.

Subscription monies, representing less than ·01 of a Share will not be returned to the investor but will be retained by the Company in order to cover administration costs.

Method and Timing of Payment

Payment in respect of subscriptions for all Share Classes must be received by the Administrator no later than one Business Day after the relevant Dealing Day provided that the Directors reserve the right to defer the issue of Shares until receipt of subscription monies by the Fund.

Subscription payments net of all bank charges should be paid by CHAPS, SWIFT or telegraphic or electronic transfer to the bank account specified in the Application Form. No interest will be paid in respect of payments received in circumstances where the application is held over until a subsequent Dealing Day.

If payment in respect of a subscription has not been received by the relevant time, the Directors or their delegate may cancel the allotment and/or charge the investor interest at the 7 day London Interbank Offer Rate as fixed by the British Banking Association (LIBOR) + 2% to be reimbursed to the Administrator together with an administration fee of $100, which is payable to the Fund. The Directors may waive such administration fee of $100 in whole or in part. In addition, the Directors have the right to sell all or part of the investor's holding of Shares in the Fund or any other Fund of the Company in order to meet such charges.

Currency of Payment

Subscription monies are payable in the currency of the relevant Share Class. If an application is made in a currency other than the currency of the relevant Share Class a foreign exchange deal will, at the risk and expense of the investor, be placed by the Administrator on behalf of the investor to convert such currency to the currency of the relevant Share Class at the then prevailing exchange rate available to the Administrator. Only the net proceeds (after deduction of the conversion expenses) will be applied towards payment of the subscription monies and neither the Investment Manager or Administrator will be responsible for the exchange rate that applies upon such currency conversion. Foreign exchange deals may be aggregated. Settlement must be made in the currency in which the order was placed.

At the discretion of the directors, subscriptions may be accepted on an "*in specie*" basis in accordance with the requirements of the Company as specified in the section entitled *"In Specie Subscriptions"* in the Prospectus.

Confirmation of Ownership

Title to Shares will be evidenced by the entering of the investor's name on the Company's register of Shareholders and no certificates will be issued, however, written confirmation of entry on the register in respect of each purchase of Shares will be sent to Shareholders within 48 hours of the allotment of Shares being made.

8. Redemption of Shares

Requests for the redemption of Shares should be made to the Administrator (whose details are set out in the Application Form) on behalf of the Company by facsimile written communication or other electronic means and should include such information as may be specified from time to time by the Directors or their delegate.

Requests for redemption received prior to the Dealing Deadline for any Dealing Day will be processed on that Dealing Day. Any requests for redemption received after the Dealing Deadline for a Dealing Day will be processed on the next Dealing Day unless the Directors in their absolute discretion determine otherwise provided that such redemption request(s) have been received prior to the Valuation Point for the particular Dealing Day. Redemption requests will only be accepted for processing where cleared funds and completed documents including documentation relating to money laundering prevention checks are in place from original subscriptions. No redemption payment will be made from an investor holding until the original Application Form and all documentation required by or on behalf of the Company (including any documents in connection with anti-money laundering procedures) has been received from the investor and the anti-money laundering procedures have been completed.

The minimum value of Shares which a Shareholder may redeem in any one redemption transaction is €2,000 (or its US$/£ equivalent). In the event of a Shareholder requesting a redemption which would, if carried out, leave the Shareholder holding Shares of a Class having a Net Asset Value less than the relevant Minimum Holding, the Company may, if it thinks fit, redeem the whole of the Shareholder's holding.

It is not the current intention of the Directors to charge a redemption fee. However, the Directors are empowered to charge a redemption fee of up to 3% of the redemption monies and may exercise their discretion in this respect. The Directors may differentiate between Shareholders of the Fund by waiving or reducing the redemption fee chargeable to certain Shareholders. In the event of a redemption fee being charged, Shareholders should view their investment as medium to long term.

Method of Payment

Redemption payments will be made to the bank account detailed on the Application Form or as subsequently notified in writing to the Administrator (provided any such account is in the name of the Shareholder). Redemption payments will only be made to the account of record of a registered Shareholder.

Currency of Payment

Shareholders will be repaid in the currency of the relevant Share Class. Where settlement is to be made in a currency other than the currency of the relevant Share Class a foreign exchange deal will be placed by the Administrator on behalf of the Shareholder to convert the currency of the relevant Share Class to such other currency at the then prevailing exchange rate available to the Administrator. Only the net proceeds (after deduction of the conversion expenses) will be applied towards payment of the redemption proceeds.

Timing of Payment

Redemption proceeds in respect of all Share Classes will be paid within 10 Business Days of the Dealing Deadline for the relevant Dealing Day provided that all the required documentation has been furnished to and received by the Administrator.

Withdrawal of Redemption Requests

Requests for redemption may not be withdrawn save with the written consent of the Company or its authorised agent or in the event of suspension of calculation of the Net Asset Value of the Fund.

Compulsory/Total Redemption

Shares of the Fund may be compulsorily redeemed and all the Shares may be redeemed in the circumstances described in the Prospectus under the sub-headings "*Compulsory Redemption of Shares*" and "*Total Redemption of Shares*".

9. Single Swinging Price

Shares will be issued and redeemed at a single price (the "**Price**") (excluding subscription or redemption charges, if any) which will be the Net Asset Value per Share, which may, in exceptional circumstances at the Directors' discretion, be adjusted on any Dealing Day in the manner set out below, depending on whether the Directors consider it appropriate and whether or not the Fund is in a Net Subscription Position or in a Net Redemption Position on such Dealing Day, to arrive at the Price. Where there is no dealing on the Fund or Share Class of the Fund on any Dealing Day, the Price will be the unadjusted Net Asset Value per Share rounded to four decimal places. The basis on which the assets of the Fund are valued for the purposes of calculating the Net Asset Value per Share is set out in the Prospectus under the heading "*Calculation of Net Asset Value*". This provides that listed investments will be valued based on the closing mid-market price of such investment. However, the actual cost of purchasing or selling assets and investments for the Fund may deviate from the mid-market price used in calculating the Net Asset Value per Share due to dealing charges, taxes and other similar costs ("**Duties and Charges**") and the difference between buying and selling prices of the underlying investments ("**Spreads**"). These costs have an adverse effect on the value of the Fund and are known as "dilution".

The dilution adjustment, if applied at the discretion of the directors, will involve adding to, when the Fund is in a Net Subscription Position, and deducting from, when the Fund is in a Net Redemption Position, the Net Asset Value per Share such figure as the Directors consider represents an appropriate figure to meet Duties and Charges and Spreads in order to preserve the value of underlying investments for Shareholders. The resultant amount will be the Price rounded to four decimal places. Where a dilution adjustment is made, it will increase the Price when the Fund is in a Net Subscription Position and decrease the Price when the Fund is in a Net Redemption Position. The Price of each Class in the Fund will be calculated separately but any dilution adjustment will in percentage terms affect the Price of each Class in an identical manner.

10. Conversion of Shares

Subject to the Minimum Initial Subscription and Minimum Holding of the relevant Fund or Classes, Shareholders may convert some or all of their Shares in one Fund or Class to Shares in another Fund or Class or another Class in the same Fund in accordance with the procedures specified in the Prospectus under the heading "*Conversion of Shares*".

11. Suspension of Dealing

Shares may not be issued, redeemed or converted during any period when the calculation of the Net Asset Value of the relevant Fund is suspended in the manner described in the Prospectus under the heading "*Suspension of Valuation of Assets*". Applicants for Shares and Shareholders requesting redemption and/or conversion of Shares will be notified of such suspension and, unless withdrawn, applications for Shares will be considered and requests for redemption and/or conversion will be processed as at the next Dealing Day following the ending of such suspension.

12. Fees and Expenses

The fees and operating expenses of the Company are set out in detail under the heading "*Fees and Expenses*" in the Prospectus.

The fees payable by the Fund to the Investment Manager and the Investment Adviser in respect of each Class of Shares in the Fund are set out under Section 5 of this Supplement under the heading "*Share Classes*". The total Management Fees for the Investment Manager and the Investment Adviser is 1.00% for Class I Shares and 1.50% for Class D Shares which total will be allocated between the Investment Manager and the Investment Adviser in the manner set out below. The allocation of Management Fees and the Performance Fees paid by the Fund to the Investment Manager and Investment Adviser may be subject to adjustment between the Investment Manager and Investment Adviser on the basis of the assistance they provided in marketing and securing investors for the Fund. There is no Management Fee or Performance Fee with respect to Class X Shares.

Investment Manager's and Investment Adviser's Management Fees

The Investment Manager shall be entitled to receive out of the assets of the Fund an annual Investment Management Fee, accrued at each Valuation Point and payable monthly in arrears at a rate of 0.60% per annum of the Net Asset Value of the Fund allocable to Class I Shares and 0.60% per annum of the Net Asset Value of the Fund allocable to Class D Shares. The Investment Manager is also entitled to be reimbursed by the Fund for all of its out-of-pocket expenses and vouched internal legal costs reasonably incurred on behalf of the Fund.

The Investment Adviser shall be entitled to receive, out of the assets of the Fund, an annual fee, accrued at each Valuation Point and payable monthly in arrears at a rate of 0.40% per annum of the Net Asset Value of the Fund allocable to Class I Shares, and at a rate of 0.90% per annum of the Net Asset Value of the Fund allocable to Class D Shares. The Investment Adviser is also entitled to be reimbursed by the Fund for all of its out-of-pocket expenses reasonably incurred on behalf of the Fund.

Performance Fee

The Investment Manager and the Investment Adviser shall be entitled to receive, out of the assets allocable to Class I and D Shares, a total Performance Fee equal to 10% of the increase in the Net Asset Value of the relevant Class over the relevant Performance Hurdle and any relevant High Water Mark during a Performance Period, disregarding any un-crystallised Performance Fee. 6% (being 60% of the 10%) of any Performance Fee will be due to the Investment Manager and 4% (being 40% of the 10%) will be due to the Investment Adviser. The initial Performance Period shall commence on the first Business Day after expiry of the initial offer period.

The Performance Fee shall be calculated and accrued in accordance with the provisions set out in the Prospectus under the heading "*Performance Fee*".

Portfolio Support Fees

The Investment Manager shall be entitled to receive an annual Portfolio Support Fee out of the assets of the Fund, accrued at each Valuation Point and payable monthly in arrears at a rate of 0.08% per annum of the first $200 million of the Net Asset Value of the Fund, 0.06% per annum of the Net Asset Value of the Fund between $200 million and $400 million; 0.04% per annum of the Net Asset Value of the Fund between $400 million and $650 million; and 0.02% per annum of the Net Asset Value of the Fund in excess of $650 million.

Use of Third Party Research and Other Services

The Investment Manager may use research from brokers or a third party research provider ("**third party research**"). The costs of third party research may be allocated by the Investment Manager on a fair basis among its clients (or groups of its clients) including the Fund (each such allocation a "**research charge**"). Any such cost allocations will be based on a written policy and annual research budget set by the Investment Manager and agreed by the Directors and an assessment of the potential value of third party research to the Investment Manager and such clients. Research charges may be paid into a separate research payment account controlled by the Investment Manager. The Investment Manager may delegate the administration of such account to a third party and arrange for payments to be credited to it in such manner as the Investment Manager considers appropriate. This may include deducting the research charge directly from the Fund's assets and then transferring it into the research payment account at periodic intervals. The purchase of third party research will be subject to control and oversight by the Investment Manager designed to ensure that the research budget is managed and used in the interests of its clients and will include regularly assessing the quality of the research purchased.

The Fund will separately reimburse the Investment Manager for expenses incurred by the Investment Manager in obtaining market data, corporate access, analysis, pricing and valuation services and/or other similar information and/or services for the Fund, up to a maximum of 0.10 per cent. per annum of the average net asset value of the Fund.

Administrator's Fees

The Administrator shall be entitled to receive out of the assets of the Fund an annual fee, accrued at each Valuation Point and payable monthly in arrears, based on the Net Asset Value of the Fund, of up to a maximum of 0.12%, subject to a minimum annual administration fee of €58,000 for the first year of the Fund's operation and €77,000 in subsequent years (plus VAT, if any, thereon) and an additional fee of €1,550 per month for weekly valuations and an additional fee of €1,750 per month for indicative daily valuations (plus VAT, if any thereon). The minimum fee may be fully or partially waived by the Administrator for such period or periods of time as may be agreed between the Company and the Administrator from time to time.

In addition to such base remuneration, the Administrator shall also be entitled to charge the Fund fees relating to any additional services required in relation to corporate secretarial, audit support, tax assistance or investor rebate services, as may be agreed with the Company and which shall be charged at normal commercial rates.

The Administrator is also entitled to be reimbursed by the Fund for all of its out-of-pocket expenses reasonably incurred on behalf of the Fund.

Distribution Fees

The Company may appoint one or more Distributors to distribute and sell Class EGC - D and EGC Dist – D Shares of the Fund. Any such Distributor will be paid by the Investment Adviser or the Investment Manager out of their own fees and not out of the assets of the Fund with respect to the Shares they distribute and sell. The Investment Adviser anticipates paying distributors at a rate of 0.50% per annum of the Net Asset Value attributable to Class D Shares distributed and sold by the Distributor.

Depositary's Fees

The Depositary shall be entitled to receive out of the assets of the Fund an annual fee, accrued at each Valuation Point and payable monthly in arrears, of up to 0.03% (plus VAT, if any thereon) of the Net Asset Value of the Fund subject to a minimum fee. The minimum fee applicable shall be €15,000 per annum where there is no third party sub-custodian used and €21,000 per annum where a third party sub-custodian is used.

The Depositary shall also be entitled to charge the Fund fees relating to any custody or transactional services, as may be agreed with the Company and which shall be charged at standard commercial rates. In addition to such remuneration, the Depositary is entitled to be repaid for all of its out-of-pocket expenses reasonably incurred on behalf of the Fund, including the fees and expenses of any sub-custodian (which shall be at normal commercial rates) and transaction charges (which shall also be at normal commercial rates) levied by the Depositary and which are payable by the Fund.

Establishment Expenses

The costs of establishing the Fund are not expected to exceed $25,000 and will be amortised over three years.

Redemption Fee

A redemption fee not exceeding 3% of the redemption monies may be imposed on the redemption of Shares which shall be retained by the Company for its sole use and benefit or as it may determine. The Directors may differentiate between Shareholders of the Fund by waiving or reducing the redemption fee chargeable to certain Shareholders. The Directors do not currently intend to charge any redemption fee and will give one month's notice to Shareholders of any intention to charge such a fee.

Conversion Fee

A conversion fee not exceeding 5% of the Net Asset Value of Shares in the original Fund may be imposed on the conversion of Shares in any Fund to Shares in another Fund and payable into the assets of the original Fund. The Directors may differentiate between Shareholders of the Fund by waiving or reducing the conversion fee chargeable to certain Shareholders.

13. Dividends and Distributions

It is not the current intention of the Directors to pay dividends on the non-Distribution Share Classes. The income and earnings and gains of the Fund with respect to such classes will be accumulated and reinvested on behalf of the Shareholders.

For Distribution Share Classes, the Fund will aim to make quarterly distributions of the Distribution Amount pursuant to the Distribution Policy out of the net income of the Fund applicable to the relevant

Distribution Share Class. Any amounts above the Distribution Amount will be accumulated and reinvested on behalf of the Shareholders.

The "**Distribution Amount**" means an amount equal to one quarter of the sum of the relevant Distribution Rate and the Distribution Spread, multiplied by the total net asset value of the relevant Distribution Share Class, computed on the last Business Day of the relevant Quarter.

"**Distribution Policy**" means the payment of Quarterly distributions equal to the relevant Distribution Amount to holders of the Distribution Share Classes.

The "**Distribution Spread**" is equal to three per cent. (3%) annually.

Any change to this dividend policy shall be set out in an updated Supplement and notified to Shareholders in advance. There is no guarantee the Fund will be in a position to make distributions of the Distribution Amount each quarter to the Distribution Share Classes pursuant to the Distribution Policy.

14. Risk Factors

Investors are referred to the section headed "*Risk Factors*" in the Prospectus.

Investment Risk

The Fund may invest directly or indirectly in corporate debt securities and therefore will be subject to credit, liquidity and interest rate risks. There can be no assurance that the corporate debt securities in which the Fund invests will not be subject to credit difficulties or other market conditions leading to the loss of some or all of the sums invested in such securities. It is likely that a major economic event, such as a recession or reduction of liquidity in the market could severely disrupt the market for such securities and may have an adverse impact on the value of such securities. Government debt is generally considered to be less exposed to credit risk and liquidity risk than corporate debt.

Sub-Investment Grade Risk

The Fund may be exposed to below investment grade credit exposures. Below investment grade debt may carry a greater risk of default. In addition, below investment grade debt securities tend to be more volatile than higher rated fixed income securities, so that adverse economic events may have a greater impact on the prices of below investment grade debt securities than on higher rated fixed income securities. Please also see "*Liquidity Risk*" in the section headed "*Risk Factors*" in the Prospectus.

Credit Default Swaps

The Fund may enter into Credit Default Swaps. A Credit Default Swap is a type of credit derivative which allows one party (the "protection buyer") to transfer credit risk of a reference entity (the "reference entity") to another party (the "protection seller"). The protection buyer pays a periodic fee to the protection seller in return for compensation in the event that the reference entity defaults or experiences a similar credit event. Credit Default Swaps may be used by the Fund to sell protection against the default of Corporates. The Fund will also have the option to purchase protection under a credit default swap in anticipation of a worsening of that Corporate's credit position. The Fund may also enter into Credit Default Swaps on indices, provided such indices have been cleared in advance by the Central Bank.

Subordination Risk

The Fund may purchase subordinated debt securities (or take exposure to such securities through Credit Default Swaps) which are subject to certain additional risks. Such investments may be structurally or contractually subordinated to substantial amounts of senior indebtedness issued by the Corporate, all or significant portion of which may be secured, which means senior indebtedness would have to be paid-off in full by an issuer before the subordinated debt would be paid. Moreover, such investments may not be protected by financial covenants or limitations upon additional indebtedness. This means that holders of senior indebtedness may have rights to call an event of default or prevent an issuer from incurring additional debt, but that holders of subordinated indebtedness might not have such rights. Such subordinated debt generally provides higher yield than unsubordinated or senior debt.

Imperfect Hedging

Transactions undertaken by the Fund to hedge or reduce risks, including in particular interest rate risks may not perform as intended and may not fully offset the relevant risk.

Highly Volatile Markets

The prices of the investments in which the Fund may invest can be highly volatile, especially in times of market stress. Price movements of the investments and derivative contracts in which the Fund may be invested are influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and exchange control programs and policies of governments, and national and international political and economic events and policies. The Fund is subject to the risk of failure of any of the exchanges on which its positions trade or of its clearing houses.

Risk Factors Not Exhaustive

The investment risks set out in this Supplement do not purport to be exhaustive and potential investors should be aware that an investment in the Fund may be exposed to risks of an exceptional nature from time to time.