Canaccord Genuity Wealth Management

Canaccord Genuity 60% Equity Passive Selector Fund

Supplement dated 19 December 2023 to the Prospectus dated 1 April 2022 (as amended by Addendum to the Prospectus dated 30 November 2022)

This Supplement contains specific information in relation to Canaccord Genuity 60% Equity Passive Selector Fund (the Fund), a sub-fund of Canaccord Genuity Investment Funds plc (the Company), an open-ended umbrella limited liability investment company, with variable capital and segregated liability between sub-funds, which is incorporated in Ireland and authorised under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 as amended, supplemented or otherwise modified from time to time including any condition that may from time to time be imposed thereunder by the Central Bank (the EU UCITS Regulations).

This Supplement forms part of the Prospectus dated 1 April 2022 as amended by Addendum to the Prospectus dated 30 November 2022 (the Prospectus) and should be read in the context of and together with the Prospectus. Unless otherwise set out herein, capitalised terms shall have the meaning given to them in the Prospectus.

Investment objective

The investment objective of the Fund is to generate capital growth by investing in an internationally diversified portfolio of regulated index-tracking exchange traded investment funds.

Investment policy

The Fund is primarily a fund of funds that pursues its investment objective by investing primarily in a portfolio of regulated index-tracking exchange traded and passively managed investment funds (the **Underlying Funds**). The Fund itself will be actively managed as regards the selection of Underlying Funds and any necessary rebalancing of the Fund's positions from time to time as further described below.

In seeking to achieve its investment objective the Fund seeks an indirect exposure to international equity markets equal to a maximum of 60% of its net assets. This percentage is indicative only and (subject as provided below) the Investment Manager may, from time to time, alter or adjust such percentage in order to seek to achieve the investment objective of the Fund, having regard to prevailing market conditions. In selecting suitable investment opportunities for the Fund, the Investment Manager will adopt a static asset allocation strategy with periodic adjustments only made to return the asset allocation of the Fund to the desired Strategic Asset Allocation (**SAA**) given market movements and/or fund flows. While the Fund will invest indirectly across a range of asset classes it will maintain a bias toward equity markets during the majority of periods. The focus will be on selecting investments whose performance closely matches that of selected indices, in the proportions, and with the sectoral, geographical and capitalisation focus matching that, of the Fund's agreed SAA.

The SAA of the Fund and the indices which will be used as references are as follows (each an **Index**, together the **Indices**):

Fixed interest – 32.5%

6.5% Bloomberg US Treasury Total Return Index Unhedged USD.

13% iBoxx USD Liquid Investment Grade Total Return Index USD.

13% Bloomberg Global Aggregate Total Return Index USD.

Equities – 60%

60% FTSE All-World Total Return Index Net Tax USD.

Alternatives – 5%

HFRX Global Hedge Fund Total Return Index USD.

Cash – 2.5%

United States Secured Overnight Financing Rate Total Return USD (**SOFR**).

Subject as provided above and to the investment restrictions set out in this Supplement and Appendix I to the Prospectus, the Fund may invest up to 100% of its net assets in UCITS which satisfy the requirements of the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015, as may be amended, supplemented or modified from time to time, as well as any guidance issued by the Central Bank in relation thereto (the **Central Bank UCITS Regulations**). Such schemes will be domiciled primarily within the European Economic Area or the Channel Islands and will be schemes which are compatible with the investment objective of the Fund. Subject to the above and the EU UCITS Regulations, the Fund may invest in collective investment schemes with which the Company is linked by common management or control or by a substantial direct or indirect holding. Investment may also be made in other sub-funds of the Company in accordance with the terms of the Central Bank UCITS Regulations and the Company's Prospectus.

The Fund may also hold ancillary liquid assets such as bank deposits or money market instruments including government and corporate bonds (both fixed and floating) which are investment grade or listed on a Permitted Market to ensure that the Fund will always be able to facilitate repurchase requests in accordance with the terms of its Prospectus or due to having received subscriptions that are awaiting investment or because the Investment Manager is unable to identify sufficient suitable investment opportunities. There is no maximum or minimum amount of liquidity that the Fund may hold at any one time.

As the Fund will invest more than 20% in Underlying Funds and will invest for the long term, an investment in the Fund should only be made by those persons who could sustain the potential for medium term losses on their investment, should not constitute a substantial portion of an investment portfolio and may not be appropriate for all investors.

Benchmark regulation

Regulation (EU) 2016/1011 (the **Benchmark Regulation**) was published in the Official Journal of the EU on 29 June 2016 and entered into force on 30 June 2016. It is directly applicable law across the EU. The majority of its provisions applied from 1 January 2018. The Benchmark Regulation applies principally to administrators and also, in some respects, to contributors and certain users of benchmarks which in certain circumstances can include investment funds such as the Fund.

The Benchmark Regulation among other things: (i) requires benchmark administrators to be authorised (or, if non-EU-based, to be subject to an equivalent regulatory regime) and makes significant changes to the way in which benchmarks falling within scope of the Benchmark Regulation are governed (including reforms of governance and control arrangements, obligations in relation to input data, certain transparency and record-keeping requirements and detailed codes of conduct for contributors); and (ii) prevent certain uses of benchmarks provided by unauthorised administrators by supervised entities in the EU.

Potential effects of the Benchmark Regulation include (among other things): an index which is a benchmark could not be used by the Fund in certain ways if such index's administrator does not obtain authorisation or, if based in a non-EU jurisdiction, the administrator is not otherwise recognised as equivalent; and the methodology or other terms of the benchmark could be changed in order to comply with the terms of the Benchmark Regulation, and such changes could (among other things) have the effect of reducing or increasing the rate or level, or affecting the volatility, of the published rate or level of the benchmark.

If any proposed changes change the way in which the Indices are calculated or an Index is discontinued or is not otherwise permitted to be used by the Company, this could adversely affect the Fund and its Net Asset Value. The Investment Committee of the Management Company will review and approve as appropriate implementation of a new Index for adherence with the Benchmark Regulation.

Additional information on the Indices, their composition, calculation and rules for periodical review and re-balancing and on the methodology behind the Indices generally can be found at the websites of their respective administrators.

Providers of the Indices have each been authorised as an EU benchmark administrator for the relevant Index pursuant to the Benchmark Regulation or are availing of third country transitional provisions under the Benchmark Regulation. The list of EU benchmark administrators retained by European Securities and Markets Authority is available at:

https://registers.esma.europa.eu/publication/searchRegister?core=esma_registers_bench_entities.

Financial derivative instruments

The Fund will use FDIs consisting of currency forwards as described below:

- To hedge foreign currency exposure at a Share class level, only in relation to those Share classes which are denominated in a currency other than the Base Currency of the Fund (share class hedging)
- To hedge unwanted currency exposure within the portfolio, at the Investment Manager's discretion.

All currency forwards will be over the counter and all counterparties to such transactions will have a Standard & Poor's or Moody's credit rating of at least A. The hedging processes may, from time to time, result in a residual currency exposure due to market movements.

The use of financial derivatives will be fully supported by an in-depth risk management process conducted by the Investment Manager, on a real time basis, to ensure that the use of such financial derivative instruments continues to be commensurate with the overall investment objective of the Fund. The Fund will use the commitment approach to calculate its global exposure, which will not exceed 100% of the Net Asset Value of the Fund.

Efficient portfolio management

The Fund may also utilise currency forwards for efficient portfolio management purposes. Such transactions entered into may not result in a change of the Fund's investment objective and must be:

- Economically appropriate
- Entered into for reasons of reduction of risk or reduction of cost
- Such that the relevant risks are adequately captured by the risk management process report produced in relation to the Fund.

A default by or insolvency of a counterparty to any currency forward transaction may result in the loss of any accrued profit and loss. All over the counter (**OTC**) financial derivative positions will be appropriately covered and will be monitored and reviewed on a daily basis.

Profile of a typical investor

Investment in the Fund is suitable for investors seeking capital growth and who are prepared to accept a meaningful level of volatility.

Investment manager

The Investment Manager to the Fund is Canaccord Genuity Wealth (International) Limited, further details of which are contained in the Prospectus.

Investment restrictions

The investment restrictions and limitations are those included in the Central Bank UCITS Regulations and the EU UCITS Regulations and which are set out in Appendix I to the Prospectus. The principal restrictions and limitations for this Fund are as follows:

1. The Fund may invest a maximum of 20% of its net assets in another UCITS collective investment scheme
2. Investment in AIF open-ended collective investment schemes may not, in aggregate, exceed 30% of the Fund's net assets
3. The Fund may hold a maximum of 10% of its net assets in transferable securities or money market instruments issued by the same body provided that the total value of transferable securities and money market instruments held in the issuing bodies in each of which it invests more than 5% is less than 40% of its net assets
4. The Fund may not invest in another single structure open-ended collective investment scheme or a sub-fund of an umbrella open-ended collective investment scheme which itself invests more than 10% of its net assets in underlying collective investment schemes
5. The Fund may not invest more than 10% of its net assets in transferable securities which are not listed or traded on Permitted Markets
6. Where the Fund invests in the units of other collective investment schemes that are managed, directly or by delegation, by the Investment Manager or by any other company with which the Investment Manager is linked by common management or control, or by a substantial direct or indirect holding, the Investment Manager or other company may not charge subscription, conversion or redemption fees on account of the Fund's investment in the units of such other collective investment schemes
7. Where a commission (included a rebated commission) is received by the Investment Manager by virtue of an investment in the shares of another collective investment scheme, this commission must be paid into the property of the Fund.

Share class details

The following Share Classes are available for subscription:

Share class name	Currency	Distribution policy	Investment management fee	Subscription charge	Redemption charge	Minimum investment	Minimum subsequent investment
H USD (Accumulation)	USD	Accumulation	0.4%	Up to 0.5%	Nil	USD 5,000,000[1]	USD 1,000,000[1]
H GBP Hedged (Accumulation)	GBP	Accumulation	0.4%	Up to 0.5%	Nil	USD 5,000,000[1]	USD 1,000,000[1]
J USD (Accumulation)	USD	Accumulation	0.2%	Up to 0.5%	Nil	USD 10,000,000[1]	USD 1,000,000[1]
J GBP Hedged (Accumulation)	GBP	Accumulation	0.2%	Up to 0.5%	Nil	USD 10,000,000[1]	USD 1,000,000[1]
E USD (Accumulation)	USD	Accumulation	1.33%	Up to 0.5%	Nil	USD 10,000,000[1]	USD 1,000,000[1]
E GBP Hedged (Accumulation)	GBP	Accumulation	1.33%	Up to 0.5%	Nil	USD 10,000,000[1]	USD 1,000,000[1]
X USD (Accumulation)	USD	Accumulation	0%	0%	Nil	USD 100,000	USD 5,000
X GBP Hedged (Accumulation)	GBP	Accumulation	0%	0%	Nil	USD 100,000[1]	USD 5,000[1]

[1]Equivalent value in relevant currency of the Share Class. These minimum amounts may be reduced at the discretion of the Directors.

A reference to a **Share**, **Shares**, **Share Class** or **Share Classes** is a reference to one or all of the Share Classes set out in the table above.

Each Share may be offered in the Base Currency of the Fund or may be denominated in another currency and such currency denomination will be specified in the Share name (as set out in the table above). Shares which are hedged are called 'Hedged' (**Hedged Shares**).

Subscriptions should be made using the currency of the relevant Share Class.

Eligibility requirements

H USD (Accumulation), H GBP Hedged (Accumulation) Shares, J USD (Accumulation), J GBP Hedged (Accumulation), E USD (Accumulation) and E GBP Hedged (Accumulation) (the **H, J and E Shares**) may only be acquired by strategic distribution partners of Canaccord group entities.

X USD (Accumulation) and X GBP Hedged (Accumulation) (the **X Shares**) may only be acquired by clients of Canaccord group entities.

Initial offer period

The Initial Offer Period for Shares will be from 9am on 20 December 2023 to 5.30pm (Irish time) on 19 June 2024 or at such earlier or later time or date as the Directors following consultation with the Investment Manager may decide and notify to the Central Bank.

Initial offer price

During each Offer Period referred to above, Shares in the relevant Share Class will be issued at an Offer Price of USD1/GBP1 per Share. Following the closing of the relevant Offer Period, Shares in the relevant Share Class will be issued at the prevailing Net Asset Value per Share.

Share class currency hedging

The Fund aims to provide currency hedges through a number of Hedged Shares. While not the intention, over-hedged and under-hedged positions may arise due to factors outside the control of the Fund. To the extent that these hedging strategies are successful the performance of Hedged Shares are likely to move in line with the performance of the underlying assets. The adoption of these strategies may substantially limit holders of Hedged Shares from benefitting if the currency of that class falls against the Base Currency and/or the currency in which the assets of the Fund are denominated, but it is also designed to substantially protect holders of Hedged Shares if the currency of the relevant class rises against the Base Currency. All costs and gains or losses of such hedging transactions will be borne by the relevant Hedged Shares, shall not form part of the assets of the Fund as a whole and should not constitute a general liability of the Fund.

Any over-hedging is not permitted to exceed 105% of the net assets of the relevant class of shares on any Dealing Day and any under-hedged position will be kept under review to ensure that it is not carried forward from month to month. Any under-hedging is not permitted to fall short of 95% of the net assets of the relevant class of shares on any Dealing Day and any under-hedged position will be kept under review to ensure that it is not carried forward from month to month. It is the intention that hedged positions will be kept under review to ensure that they do not exceed the levels permitted. This review will incorporate a procedure to ensure that positions materially in excess of 100% will not be carried forward from month to month.

Investors in Hedged Shares should be aware that hedging transactions will be attributable to that specific class, therefore any currency exposures of different currency classes may not be combined or offset and currency exposures of assets of the Fund may not be allocated to separate Share Classes.

Base currency

The Base Currency of the Fund is US Dollars but investments and Shares may be denominated in other currencies.

Business day

A day on which banks are open for business in Dublin and London or such other day as the Directors, following consultation with the Investment Manager and approval of the Depositary, determine.

Dealing day

The Dealing Day for the Fund is every Business Day.

Dealing deadline

The Dealing Deadline is 12pm (Irish time) on the Business Day.

Valuation point

The Valuation Point is 12pm (Irish time) on the Business Day.

Listing

An application has been made for all Shares to be admitted to listing and trading on the regulated market of Euronext Dublin.

Distribution policy

Accumulation shares

Shares called '(Accumulation)' are accumulation Shares and therefore no dividend will be paid on these Shares.

Anti-money laundering

Measures aimed at the prevention of money laundering may require an applicant for Shares to verify their identity to the Administrator. The Administrator will notify applicants if proof of identity is required.

Charges and expenses

The following sections on fees should be read in conjunction with the section headed Charges and Expenses in the Prospectus.

- **Management company fee**

  The fees of the Management Company are up to 0.01% per annum of the Net Asset Value of the Fund. The fees are accrued daily and paid monthly in arrears. The Management Company is entitled to be repaid all of its reasonable agreed upon transaction and other charges (which will be at normal commercial rates) and other out-of-pocket expenses out of the assets of the Fund (plus VAT thereon, if any).

- **Investment management fee**

  The investment management fee payable to the Investment Manager is set out above under 'Share Class Details'.

  Such fee accrues daily and is paid monthly in arrears. The Investment Manager is entitled to be reimbursed out of the assets of the Fund for its reasonable out-of-pocket costs and expenses incurred by the Investment Manager in the performance of its duties (plus VAT thereon, if any).

  The maximum level of investment management fees that may be charged to the Fund and any Underlying Fund will not exceed 3.25% per annum of the Net Asset Value of the Fund.

  The Investment Manager may pay a rebate to a Distributor out of the investment management fee in respect of the E USD (Accumulation) and E GBP Hedged (Accumulation) Share Classes.

- **Distribution fee**

  The fees of the Distributors are 0.08% per annum of the Net Asset Value of the Fund.

  Such fees accrue daily and are paid monthly in arrears. The Distributors are entitled to be reimbursed out of the assets of the Fund for reasonable out-of-pocket costs and expenses incurred by the Distributors in the performance of their duties (plus VAT thereon, if any).

- **Administration fee**

  The fees of the Administrator are on a sliding scale from 0.06% per annum of the Net Asset Value of the Fund subject also to specific charges for reporting and an overall minimum for the Company. The fees are accrued daily and paid monthly in arrears. The Administrator is entitled to be repaid all of its reasonable agreed upon transaction and other charges (which will be at normal commercial rates) and other out-of-pocket expenses out of the assets of the Fund (plus VAT thereon, if any).

- **Depositary fee**

  The fees of the Depositary are on a sliding scale from 0.02% per annum on the Net Asset Value of the Fund subject also to transaction charges and an overall minimum for the Company. The fees are accrued daily and are payable monthly in arrears. The Depositary is entitled to sub-depositary's fees (which will be charged at normal commercial rates) as well as agreed upon transaction charges (which will be at normal commercial rates) and other out-of-pocket expenses out of the assets of the Fund (plus VAT thereon, if any).

- **Establishment costs**

  The preliminary expenses to be incurred in connection with the establishment and initial issue of Shares in the Fund which are estimated not to exceed €25,000 (excluding VAT) and will be amortised over the first ten financial years of the Fund.

Risk factors

The general risk factors under the heading **Risk Factors** of the Prospectus apply to this Fund. In addition, the following risk factors are also relevant:

Investment in the Fund is not in the nature of a deposit in a bank account and is not protected by any government, government agency or other guarantee scheme which may be available to protect the holder of a bank deposit account.

Managers of the Underlying Funds in which the Fund may invest may take undesirable tax positions or otherwise manage the Underlying Funds or be managed in a manner not anticipated by the Management Company or the Investment Manager.

The Base Currency of the Fund is US Dollars, and although the Investment Manager has the ability to hedge the Fund's exposure to movements in other currencies, there is the risk that any foreign currency exposure will not be fully or successfully hedged and that the Fund's Net Asset Value could move down due to a fall in the value of non-US Dollar currencies against the US Dollar. Where the Investment Manager decides to hedge part or all of a currency exposure, the hedging process may from time to time result in a very small residual currency exposure due to marketing movements. This exposure will be monitored on a daily basis and, if practical and subject to the discretion of the Investment Manager will be re-hedged to adapt the foreign currency exposure once again to the Investment Manager's target. It is not however the intention of the Investment Manager to take substantial foreign exchange positions.

Any OTC currency forwards entered into will be in accordance with the requirements of the Central Bank UCITS Regulations. Any counterparty to an OTC currency forward contract will have a Standard & Poor's or Moody's credit rating of at least A. A default by or insolvency by a counterparty to an OTC currency forward may result in the loss of any accrued profit or loss to the Net Asset Value of the Fund.

Material contracts

The Investment Management Agreement dated 30 July 2008 between the Company and the Investment Manager as novated and amended by way of a novation and amendment agreement dated 31 March 2022 between the Company, the Management Company and the Investment Manager and as may be novated, amended, supplemented or otherwise modified from time to time.

Miscellaneous

There are eight other Funds of the Company currently in existence, namely:

- Canaccord Genuity Cautious Fund
- Canaccord Genuity Balanced Fund
- Canaccord Genuity Opportunity Fund
- Canaccord Genuity Bond Fund
- Canaccord Genuity Global Equity Fund
- Canaccord Genuity Growth Fund
- Canaccord Genuity Thematic ESG Fund
- Canaccord Genuity 97.5% Equity Passive Selector Fund.