

Mondrian Funds plc

(An umbrella fund with segregated liability between sub-funds)

A company incorporated with limited liability as an open-ended umbrella investment company with variable capital under the laws of Ireland with registered number 490105

FIRST ADDENDUM

to the

PROSPECTUS and SUPPLEMENTS

Dated 24 November 2021

This Addendum is supplemental to, forms part of and should be read in conjunction with the Prospectus of Mondrian Funds plc dated 4 March 2021 (the Prospectus) and the Supplements for the following Funds dated 4 March 2021 (other than the Supplement for Mondrian Global Fixed Income Fund which is dated 11 August 2021):

- **Mondrian Local Currency Emerging Market Debt Fund**
- **Mondrian Emerging Markets Equity Fund**
- **Mondrian Global Equity Fund**
- **Mondrian Global Fixed Income Fund**
- **Mondrian Global Green Bond Fund.**

The Directors of Mondrian Funds plc whose names appear in the section entitled “**Directors of the Company**” in the Prospectus accept responsibility for the information contained in this Addendum. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure such is the case), the information contained in this Addendum is in accordance with the facts and does not omit anything likely to affect the import of such information. The Directors accept responsibility accordingly.

Words and expressions defined in the Prospectus and the Supplements shall, unless the context otherwise requires, have the same meaning when used in this Addendum. For the purposes of interpretation, in the event of any conflict between this Addendum and the Prospectus and Supplements, any such conflict shall be resolved in favour of this Addendum.

IMPORTANT: If you are in doubt about the contents of this Addendum, you should consult your stockbroker, bank manager, solicitor, accountant or other financial adviser.

Neither the delivery of this Addendum nor the issue or sale of Shares, under any circumstances, constitutes a representation that the information contained in this Addendum is correct as of any time subsequent to the date of this Addendum.

The purpose of this Addendum is to update the Prospectus and the Supplements to address Regulation EU 2020/852 of the European parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending SFDR (the EU Taxonomy Regulation)

AMENDMENTS TO THE PROSPECTUS

1 DEFINITIONS

The section of the Prospectus entitled 'Definitions' is amended by the insertion of the following after the definition of "**Eurozone**":

"**EU Taxonomy Regulation**" means Regulation EU 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending SFDR."

2 SUSTAINABILITY DISCLOSURES

The section of the Prospectus entitled 'Sustainability Disclosures' is amended by the insertion of the following as a final paragraph:

"Unless otherwise set out in the Supplement for the relevant Fund under a section containing disclosure for compliance with the EU Taxonomy Regulation, the investments underlying the Funds do not take into account the EU criteria for environmentally sustainable economic activities."

AMENDMENT TO THE SUPPLEMENT OF MONDRIAN GLOBAL GREEN BOND FUND

3 INVESTMENT OBJECTIVE AND POLICIES

The section of the Supplement entitled 'Investment Objective and Policies' is amended by the insertion of the following as 1.3 and 1.4.

"1.3 Article 9 SFDR Fund Taxonomy Disclosure

The Fund has sustainable investment, within the meaning of SFDR, as its objective and invests in an economic activity that contributes to an environmental objective.

1.4 EU Taxonomy Regulation Disclosure

Under the EU Taxonomy Regulation, the Fund is required to disclose how and to what extent the investments underlying the Fund are invested in environmentally sustainable economic activities and how those underlying investments contribute to the environmental objectives of climate change mitigation and / or climate change adaptation.

The regulatory technical standards (**RTS**) giving the detailed content and presentation of this disclosure information are not available as at the date of this prospectus and are scheduled to be effective from 1 July 2022. These disclosures will be subject to change once those RTS are in force.

As outlined in Article 10 of the EU Taxonomy Regulation, certain investments underlying this Fund contribute to climate change mitigation because they:

- (a) generate, transmit, store, distribute or use renewable energy in line with Directive (EU) 2018/2001, including through the use of innovative technology with a potential for significant future savings or through necessary reinforcement or extension of the grid;
- (b) improve energy efficiency, except for power generation activities as referred to in Article 19(3); and
- (c) increase clean or climate-neutral mobility,

(EU Taxonomy-aligned assets).

The Fund's EU Taxonomy-aligned assets are in the following economic activities:

- Electricity generation using solar photovoltaic technology
- Electricity generation from wind power
- Electricity generation from hydropower
- Transmission and distribution of electricity
- Passenger interurban rail transport
- Infrastructure enabling low-carbon road transport and public transport
- Construction, extension and operation of water collection, treatment and supply systems
- Renewal of water collection, treatment and supply systems
- Construction, extension and operation of waste water collection and treatment
- Renewal of waste water collection and treatment

With respect to investments in non-sovereign bonds, which make up approximately 78% of the Fund's assets as of 22 October 2021, the Fund aims to have a minimum of 25% of Net Asset Value of non-sovereign bonds in EU Taxonomy-aligned assets. Of this 25%, the majority is in activities which contribute substantially to climate change mitigation, there is a moderate amount in transitional activities and none in enabling activities. These figures and proportions are estimated as at the date of this Supplement and may change over time.

With respect to investments in sovereign bonds, which make up approximately 22% of the Fund's assets as of 22 October 2021, there is currently insufficient data on the economic activities underlying those investments available to the Fund to satisfy the EU Taxonomy Regulation disclosure requirements for 1 January 2022. Until those RTS are available and in force, the Investment Manager considers that the Fund is not currently in a position to establish or specify the proportion of underlying investments in sovereign bonds that are in environmentally sustainable activities under the EU Taxonomy or details on the proportion of enabling and transitional activities, and therefore the Investment Manager has assumed for the purposes of calculating the proportion of EU Taxonomy-aligned assets, that investments in sovereign bonds are not EU Taxonomy-aligned.

The RTS are currently scheduled to be effective from 1 July 2022 and contain pre-contractual disclosure templates addressing all required disclosures under SFDR and the EU Taxonomy Regulation. The Fund

expects to update the proportion of assets of the Fund that are EU Taxonomy-aligned at this time and may be able to specify the proportion of underlying investments in sovereign bonds that are in environmentally sustainable activities."