



FORTUNA
Administration Limited

Scarabaeus Master Fund Class 117 – QI ART 3x Index Fund

Valor: CH047754498

ISIN: VCP853248802

INFORMATION FOR UNITHOLDERS OF SCARABAEUS MASTER FUND LIMITED CLASS 117 ABOUT THE IMPACT ON THEIR INVESTMENT FROM THE UPCOMING CORPORATE ACTION THROUGH MERGER OF CLASS 117 – QI ART 3x INDEX FUND INTO CLASS 122 – FORMIGA WEALTH – REBALANCING

Circumstances and rationale of the proposed conversion transformation of Class 117 -QI Art 3x Index Fund by merging into Class 122 – Formiga Wealth – Rebalancing is based on the fund manager's decision to improve effectiveness of the fund management and to reduce the expenses for investors of the affected share classes.

The investment profile of Class 122 – Formiga Wealth – Rebalancing is categorized as moderate to high risk, as is the profile of Class 117 -QI Art 3x Index Fund. The high level of diversification of assets and the increased level of investments in corporate bonds, balanced mutual funds and exchange traded funds (ETFs) with a balanced risk profile leads to a reduced level of the risk profile of the Class 122 – Formiga Wealth – Rebalancing closer to the moderate level on the risk scale. At the same time, the difficulty for raising sufficient capital in Class 117 -QI Art 3x Index Fund hinders the active and efficient fund portfolio management. This makes it logical to redirect the assets of Class 117 -QI Art 3x Index Fund into the portfolio of Class 122 – Formiga Wealth – Rebalancing, whose investment strategy largely overlaps with the strategy of the inflowing fund. At the same time, the amount of assets of Class 122 – Formiga Wealth – Rebalancing enables the efficient management of its portfolio and is of direct interest to the investors of the inflowing Class 117 -QI Art 3x Index Fund.

It is in the interest of the existing investors of Class 117 -QI Art 3x Index Fund to merge into Class 122 – Formiga Wealth – Rebalancing.

**Expected impact of the transformation of Class 117 -QI Art 3x Index Fund
by merging into Class 122 – Formiga Wealth – Rebalancing on unit holders**

The merger of Class 117 -QI Art 3x Index Fund into Class 122 – Formiga Wealth – Rebalancing would not have a significant impact on unitholders in terms of risk profile and expected profitability. The risk profile and the investment goals and strategy of Class 122 – Formiga Wealth – Rebalancing are very close to those of Class 117 -QI Art 3x Index Fund and the distribution of the fund's assets such as the portfolio structure is like a fund with a balanced profile. Synthetic risk indicators of 7 and returns of both funds according to the current key information documents for investors are identical, which does not imply a significant change in the expected result, as well as significant deviations in the results of the activity. There will be also no changes in the periodic reporting.

We would like to draw the attention of the investors of Class 117 -QI Art 3x Index Fund that it is advised to carefully review the key information document and the appendix of the Class 122 – Formiga Wealth – Rebalancing, to make an informed decision as to how far the broaching by infusion of Class 117 -QI Art 3x Index Fund in Class 122 – Formiga Wealth – Rebalancing corresponds to their risk profile and investment purpose.



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Comparative table of Class 117 - QI Art 3x Index Fund and Class 122 – Formiga Wealth – Rebalancing in relation to the investment objectives and strategy, risk profile and term of the investment, fees and other costs:

	Class 117 - QI Art 3x Index Fund	Class 122 – Formiga Wealth – Rebalancing
Valor	CH047754498	CH50164064
ISIN	VCP853248802	VCP853243449
Duration	Unlimited	Unlimited
Listing	Yes	No
Currency of account	USD	USD
Minimum investment	1'000	1'000
Initial Issue Price	100	100
Initial Subscription Day	21 of June 2019	31 of October 2019
Valuation Day	Tuesday	End of month
Valuation interval	Weekly	Monthly
Day for outgoing and incoming payments	Two working days after the valuation day	Two working days after the valuation day
Cut-off time for subscriptions	Valuation day	Valuation day
Notice period for redemptions	4 p.m. (CET) two days before valuation day	4 p.m. (CET), two days before valuation day
Denomination	3 decimal places	3 decimal places
Securitisation	Accounting system / No certificates	Accounting system / No certificates
End of the financial year	31 December	31 December
Appropriation of profits	Accumulation	Accumulation

Maximum subscription fee	3.00%	3,00%
Maximum redemption fee	0.50%	0.50%

Maximum administration fee	0.20% p.a. + USD 12'000 p.a.	0.20% p.a.
Maximum portfolio management	0.20% p.a.	0.20% p.a.
Maximum Advisory Fee	0.75% p.a.	1,75%
Performance-Fee	7.50%	35%
High Watermark	Yes	Yes
Maximum custodian bank fee	0.10% p.a.	0.10% p.a.
Transfer agent Fee	none	none



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Before the transformation of Class 117 - QI Art 3x Index Fund by merging into the Class 122 – Formiga Wealth – Rebalancing does not plan to restructure the portfolio of Class 117 - QI Art 3x Index Fund. The merger of Class 117 - QI Art 3x Index Fund into Class 122 – Formiga Wealth – Rebalancing is not expected to be of significant influence on the portfolio of Class 122 – Formiga Wealth – Rebalancing. At the same time, it is not foreseen to restructure the portfolio of the Class 122 – Formiga Wealth – Rebalancing before or after the infusion of the Class 117 - QI Art 3x Index Fund has been completed. There is also no change in the way of accounting for all accrued revenues in the Class 117 - QI Art 3x Index Fund upon its infusion into Class 122 – Formiga Wealth – Rebalancing. Rights of the holders of shares in Class 117 - QI Art 3x Index Fund and Class Class 122 – Formiga Wealth – Rebalancing are not affected by the proposed conversion through the merger of Class 117 - QI Art 3x Index Fund into Class 122 – Formiga Wealth – Rebalancing. Within 7 days after the publication of this information, each holder of shares of Class 117 - QI Art 3x Index Fund has the right to request the redemption of his shares in the event that the Class 122 – Formiga Wealth – Rebalancing does not meet the preferred investment profile or for any other reason, without the payment of any fees for the redemption of the units. The owners of shares of Class 122 – Formiga Wealth – Rebalancing also have the right to request the redemption of their shares within the specified period. The period starts at the moment of providing the information under www.fortuna.vc.

After the expiration of the above-mentioned period, the issuance and redemption shall be terminated with respect to the shares of Class 117 - QI Art 3x Index Fund and Class 122 – Formiga Wealth – Rebalancing with the aim of unhindered completion of the conversion process. Since the investors' shares in Class 117 - QI Art 3x Index Fund are replaced by shares of Class 122 – Formiga Wealth – Rebalancing, by multiplying their number by the corresponding exchange factor and rounding up to the second place after the decimal point, no cash payments are foreseen in favor of the holders of shares of Class 122 – Formiga Wealth – Rebalancing to reach an equivalent ratio of replacement in the conversion. The shares of Class 122 – Formiga Wealth – Rebalancing will be able to be redeemed or subscribed 1 (one) calendar month after the conversion. Information of the procedure for the merger of the Class 117 - QI Art 3x Index Fund into Class 122 – Formiga Wealth – Rebalancing will be published on the website of Fortuna Administration Ltd. Schedule of conversion of Class 117 - QI Art 3x Index Fund into the Class 122 – Formiga Wealth – Rebalancing:

26.06.2023:

Decision of the director for the transformation of Class 117 - QI Art 3x Index Fund by merging into the Class 122 – Formiga Wealth – Rebalancing

26.06.2023:

Publication of the information ([ww.fortuna.vc](http://www.fortuna.vc))

30.06.2023:

Calculation of the replacement ratio

01.07.2023:

Effective conversion date



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