

Belgian addendum to the Prospectus September 2020

Threadneedle Specialist Investment Funds ICVC

An open-ended investment company with variable
capital incorporated with limited liability, as defined in Directive 2009/65/EC
(the “Company”)

Cannon Place, 78 Cannon Street, London EC4N 6AG, United Kingdom

Registered in England and Wales

The information contained in this addendum must be read jointly with that contained in the prospectus. This addendum must be supplied together with the prospectus to any investor who subscribes for units in Belgium under the terms of the Belgian legislation on soliciting savings from the public.

1. Intermediary entrusted with providing financial services in Belgium

CACEIS Belgium S.A.
avenue du Port 86 C b 320
1000 Brussels
Belgium
Phone: +32 (0) 22 09 26 45
Fax: +32 (0) 22 09 26 98

2. Sub-funds for which soliciting savings from the public in Belgium is authorized¹

The shares (“Shares”) of Class 1 and Class Z of the following sub-funds of the Company are the object of a public offering in Belgium:

American Extended Alpha Fund
China Opportunities Fund
Emerging Market Local Fund
Global Emerging Markets Equity Fund
Global Equity Income Fund
Pan European Focus Fund
UK Equity Alpha Income Fund
UK Extended Alpha Fund
UK Mid 250 Fund
Global Extended Alpha Fund
US Equity Income Fund

The Company has twelve classes of Shares (Class 1, Class 2, Class A, Class D, Class L, Class M, Class P, Class Q, Class T, Class X, Class Y and Class Z). Class 2, Class L, Class M, Class P, Class Q, Class T, Class X and Class Y Shares are not the object of any public offering in Belgium and will only be offered on a private placement basis. Class 1 Hedged Shares may also be offered publicly in Belgium in relation to certain sub-funds.

3. Use of a trading name

Apart from the Company’s full name and, eventually, its abbreviation “TSIF”, no trading name is used by either the Company or by the distributors which market its Shares in Belgium.

4. Non-recurring commissions and fees borne by the investor in Belgium²

(in the currency of the sub-fund or as a percentage of the net asset value per share)

Fee table:	Maximum 5%	Exit charge	Switching sub-funds
Sales commission	X	0 %	0 %
Administration fees	See footnote 5	X	X
Amount intended to cover fees for acquisition/realization of assets ³	See footnote 6	See footnote 6	See footnote 6
Amount intended to discourage exit during the month following entry	X	X	X
Tax on stock exchange operations	X	Redemption of capitalization shares: 1,32% to a maximum of EUR 4,000	Cap. → Cap./Dis.: 1,32% to a maximum of EUR 4,000

The commissions and fees mentioned in the above fee table indicate the maximum rates levied in Belgium. Please refer to the fee table in annex for the actual rates levied by the intermediary through which the subscription, redemption or switch between sub-funds is carried out.

² The fees listed below may differ from those mentioned in the prospectus.

³ The Company’s Authorised Corporate Director (ACD) may apply a discretionary “dilution adjustment” to the sale and/or redemption of Shares in cases where the actual cost to the Company of purchasing or selling a sub-fund’s assets is higher or lower than the mid-market value used in calculating the published price of the Shares. Details of the “dilution adjustment” are provided in the Prospectus (page 19).

¹ That is, sub-funds which have been notified to the CBFA.

5. Information available in Belgium

The following documents are available to the public from the intermediary that provides the financial services of the Company as well as from Belgian distributors or at the offices of Threadneedle Investment Services Limited, the Company's Authorised Corporate Director ("ACD"), with its address at Cannon Place, 78 Cannon Street, London EC4N 6AG, UK, or by contacting the ACD on +352 46 40 10 7020 (calls may be recorded) on any business day between 8.00 a.m. and 6.00 p.m. (UK time):

- the full prospectus and the key investor information documents of the UCITS;
- the instrument of incorporation or the fund rules of the UCITS; and
- the annual and semi-annual long form report and financial statements.

The price of shares in the funds will be available at www.fundinfo.com and may also be published in the De Tijd. The net asset values shall also be available with the financial services in Belgium, CACEIS Belgium S.A.

6. Conditions for the subscription, repurchase, switch or conversion of the Shares of the Company

Shares can be bought by non-UK residents by sending a completed application form to the ACD Client Services address set out in the Directory of the Prospectus. Application forms may be obtained from the ACD Client Services. Subsequent investments can be made by telephone to the number detailed in the Directory of the Prospectus, but still require written confirmation. Unless dictated otherwise, all deals will be processed on receipt and payment immediately becoming due.

Every Shareholder has the right to require that the Company redeem his Shares on any Dealing Day unless the value of Shares which a Shareholder wishes to redeem will mean that the Shareholder will hold Shares with a value less than the required minimum holding for the Fund concerned, in which case the Shareholder may be required to redeem his entire holding.

Requests to redeem Shares may be made to ACD Client Services at the details provided in the Directory of the Prospectus.

When more than one Fund exists, a holder of Shares in a Fund may at any time Switch all or some of his Shares of one Fund ('Original Shares') for Shares of another Fund ('New Shares') or Convert all or some of their Shares in one Class in a Fund ("Original Shares") for Shares of another Class within the same Fund ("New Shares"). The Shareholder of the Original Shares must be an Eligible Shareholder in order to Switch to the Class Q Shares, Class X Shares or Class Y Shares. The number of New Shares issued will be determined by reference to the respective prices of New Shares and Original Shares at the valuation point applicable at the time the Original Shares are repurchased and the New Shares are issued. Switching may be effected by contacting ACD Client Services at the details provided in the Directory.

Any applicable fees are set out in the section 'Dealing Charges'. There is no fee on a Conversion between Classes of the same Fund.

If the Switch or Conversion would result in the Shareholder holding a number of Original Shares or New Shares of a value which is less than the minimum holding in the Class or Fund concerned, the ACD may, if it thinks fit, convert the whole of the applicant's holding of Original Shares to New Shares or refuse to effect any Switch or Conversion of the Original Shares. No Switch or Conversion will be made during any period when the right of Shareholders to require the redemption of their Shares is suspended. The general provisions on procedures relating to redemption will apply equally to a Switch or Conversion. A duly completed switching form or conversion form must be received by the ACD before the valuation point on a Dealing Day in the Fund or Funds concerned to be dealt with at the prices at those valuation points on that Dealing Day, or at such other date as may be approved by the ACD. Switching or Conversion requests received after a valuation point will be held over until the next Dealing Day in the relevant Fund or Funds.

The ACD may adjust the number of New Shares to be issued to reflect the imposition of any switching fee together with any other charges or levies in respect of the issue or sale of the New Shares or repurchase or cancellation of the Original Shares as may be permitted pursuant to the FCA Rules.

Currently there is no fee charged on switching or converting.

- D = closing date for the receipt of orders (D at 12.00, UK time). The closing time for the receipt of orders as indicated here applies to the intermediary entrusted with providing financial services and to the distributors listed in the prospectus. As regards the other distributors, the investor is asked to find out their closing times for the receipt of orders.
- $D_{\text{publication}}$: date of the net asset value for D at the time of publication.
- D + 0 or 1 = date of calculation of the net asset value on the orders depending on whether they are introduced before or after 12.00, UK time.
- D + 4 = date when the requested payment is to be made for all the sub-funds.
- D + 4 = date when the requested redemption is made for all sub-funds.
- Different subscription procedures and earlier time limits may apply if applications for Shares are made through a sub-distributor. In such instance, the sub-distributors will inform the applicant of the relevant procedure together with any time limit by which the application must be received. No sub-distributor is permitted to withhold subscription orders to benefit itself or its customers by a price change.

7. Details concerning the admission of the Shares of the Company to trading on an organized Belgian market

N/A

8. Minimum subscription value

Please refer to the information provided in the Prospectus at the table entitled "Minimum Subscriptions and Holdings" (page 23) with respect to the minimum initial subscription amount for Shares.

Except for the China Opportunities Fund when a Shareholder requests the Company to repurchase his Shares and the value of the Shares remaining in his possession as a consequence would fall below the minimum required investment in that Fund, the Shareholder may be required to have his remaining Shares redeemed.

9. Tax regime that applies to natural persons

9.1 Capital gains

Without prejudice to the tax regime described in point 9.2 below, capital gains realized on the sale of the Shares are not taxable provided the sale is realized in the framework of the normal management of the private wealth of the investor.

Without prejudice to the tax regime described in point 9.2 below, acquisition bonuses and liquidation bonuses arising respectively from the repurchase of the Shares or from the total or partial liquidation of the Company are not taxable at the level of the investor. As an exception, acquisition bonuses or liquidation bonuses are taxable at 30% (or, as the case may be, subject to 30% withholding tax) when, upon public offering in Belgium, commitments are made as to the amount of the redemption/liquidation proceeds or the performance rates and whereby such commitments relate to a period of maximum eight years.

9.2 Taxation of the interest component included in the capital gain realised upon (i) the sale of the Shares, (ii) the repurchase of the Shares by the Company (the acquisition bonus) or (iii) the full or partial liquidation of the Company (the liquidation bonus)

9.2.1 Sales, repurchases and total or partial liquidations

A distinction has to be made according to whether:

- the sub-fund invests directly or indirectly less than 10% (or 25% for shares held by the investor before 1 January 2018) of its assets in debt securities: the interest component, if any, included in the capital gain is not taxable. (see 9.1);
- the sub-fund invests directly or indirectly at least 10% (or 25% for shares held by the investor before 1 January 2018) of its assets in debt securities:
 - the interest component included in the capital gain (i.e. arising from income earned by the sub-fund under the

form of interest, capital gains and capital losses on debt securities) is subject to a withholding tax of 30%, to the extent of the capital gain realized by the investor;

- if the interest component cannot be determined, the capital gain is subject to a withholding tax of 30% on a prorata basis, considering the part of the sub-fund's assets invested in debt securities;
- If the part of the sub-fund's assets invested in debt securities cannot be determined, the entire capital gain is subject to a withholding tax of 30%.

The abovementioned threshold of 10% only applies to shares acquired as of 1 January 2018 (i.e. issuance of new shares, acquisition of existing shares, shares transfer between investors (e.g. ordinary transfer, gift)), whilst the (former) threshold of 25% remains applicable on shares held by the investor before 1 January 2018.

- Please see 9.4 below concerning the discharging effect of the withholding tax.

9.2.2 Note

Investors are invited to contact CACEIS Belgium S.A. (avenue du Port 86 C b 320, 1000 Brussels, Belgium) to obtain information on the tax regime referred to in point 9.2 that applies to them depending on the investment they envisage making and, where applicable, on the sub-fund of the Company in which they wish to invest.

9.3 Tax on dividends

Dividends distributed by the Company are subject to a withholding tax of 30%. Please see 9.4 below concerning the discharging effect of the withholding tax.

Reimbursement of the fiscal share capital by the Fund is in principle not taxable, except in the presence of qualifying reserves at the level of the Fund at the end of the previous taxable period, in which case the capital reduction is deemed arising from the Fund's qualifying reserves *pro rata* the amount of said reserves in the total of Fund's adjusted net equity and requalified as a dividend distribution taxable at the flat rate of 30%.

9.4 The discharging effect of the withholding tax

When the income has been subject to withholding tax in Belgium, such withholding tax has a discharging effect, meaning that the investor does not have to report such income in his yearly personal income tax return. If the income has not been subject to withholding tax in Belgium, the investor has to declare such income in his yearly personal income tax return, and will be taxed at the flat rate of 30%.

9.5 Directive 2011/16/EU on administrative cooperation in the field of taxation as amended by Directive 2014/107/EU

This Directive requires the Fund to collect certain financial information on unitholders. This information is then communicated to the competent tax authorities.

Investors should consult their professional advisors on the individual impact of the Directive.

9.6 Other taxes

9.6.1 Tax on stock exchange operations:

Tax on stock exchange operations applies to capitalisation shares transactions (e.g. the sale, purchase, repurchase and conversion) where these transactions are concluded or carried out in Belgium through a Belgian financial institution or (since 1 January 2017) through an intermediary established abroad (as far as the transaction order is directly or indirectly given by (i) an individual having his/her habitual residence in Belgium or (ii) a legal entity on behalf of its registered office or establishment in Belgium).

The rate of tax on stock exchange operations on capitalisation shares amounts to 1.32% (with a maximum of EUR 4,000 per transaction).

Investors are responsible for the filing of periodic returns and the payment of the Tax on stock exchange operations.