

## **Morant Wright Sakura Fund**

### **Supplement Dated 22 March, 2017 to the Prospectus for Morant Wright Funds (Ireland) plc dated 23 December, 2016**

This Supplement contains information relating specifically to the Morant Wright Sakura Fund (the "Fund"), a Fund of Morant Wright Funds (Ireland) plc (the "Company"), an open-ended umbrella fund with segregated liability between sub-funds authorised by the Central Bank on 19 April, 2013 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 23 December, 2016 (the "Prospectus").**

The Directors of the Company whose names appear in the Prospectus under the heading "Management and Administration" 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. The Directors accept responsibility accordingly.

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

#### **1. Interpretation**

The expressions below shall have the following meanings:

"Business Day"	means any day (except Saturday or Sunday) on which banks in Ireland are generally open for business and excluding days which are public holidays in Japan or the United Kingdom such other day or days as may be determined by the Directors and notified to Shareholders in advance. Details of public holidays in Japan are available from the Administrator upon request.
"Dealing Day"	means each Business Day or such other day or days as may be determined by the Directors and notified to Shareholders in advance provided that there shall be at least one Dealing Day in each fortnight.
"Dealing Deadline"	means 11.00 a.m. (Irish time) on each 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.
"Initial Price"	means the initial price for any new Class of Shares in the Fund, which shall be, depending on the denomination of the Share Class, £10.00, €10.00, US\$10.00, ¥1,000, CHF10.00.
"Settlement Date"	in the case of subscriptions, means no later than 4 Business Days following the relevant Dealing Day;

In the case of redemptions, means within 4 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.

"Valuation Point" means 12.00 noon (Irish time) or such other time as the Directors may determine and notify Shareholders provided that the Valuation Point shall not be prior to the Dealing Deadline.

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 the Japanese Yen.

## **3. Investment Objective**

The Fund's investment objective is longer term capital growth principally through diversified investment in Japanese equities and related instruments.

## **4. Investment Policy**

The Fund seeks to achieve its investment objective by investing in the equity securities of companies listed, or regularly traded on, a Japanese stock exchange. The Fund may also retain amounts in cash pending reinvestment.

The Investment Manager seeks to achieve the Fund's investment objective by identifying strong but undervalued Japanese equity securities through a disciplined research-based approach to stock selection.

The Investment Manager employs a "bottom up" research-based stock selection process which places significant emphasis on the underlying strengths of selected Japanese companies. A range of valuation measures are used, with Enterprise Value/Operating Profit and Price to Book ratios given prominence. The Enterprise Value/Operating Profit ratio is used to assess a company's valuation. Price to Book is a ratio used to compare a company's market value to its book value. Whilst analysis of any company always begins with the balance sheet, importance is also placed on visiting companies and meeting management, either in London or in Japan, or via conference call. All the Investment Manager's fund managers travel to Japan.

The Investment Manager invests in those identified companies whose share prices they consider to be undervalued and which therefore offer the potential for significant appreciation over a period of up to five years, either through increases in earnings or assets. Through the emphasis on balance sheet strength, the Investment Manager aims to reduce the risk of permanent capital loss.

The Investment Manager adopts an investment rather than a trading approach to stock selection and turnover is expected to be relatively low for an actively managed Fund. Portfolio holdings are not selected by reference to a specific index or other "benchmark". Nor is account taken of the market capitalisation of a company, other than to ensure there is an adequate degree of liquidity overall. The number of holdings held by the Fund will vary but purely for indicative purposes, will initially be in the range of 50-75.

Although, the Investment Manager generally, in the longer term, seeks to run a fully invested portfolio, the Fund may also hold cash in situations where the Investment Manager deems an appropriate investment opportunity is not available for example, during periods of market uncertainty where such investment is deemed to be important for defensive purposes or at times when the Investment Manager determines that opportunities and/or market conditions for equity investing are unattractive.

The Fund will seek to eliminate the risk of exchange rate fluctuations between the currency of the Fund's assets and the currency of denomination of each Share Class (where the Share Class is denominated in a currency other than that of the Fund's assets). Where the Investment Manager seeks to hedge against currency fluctuations in this way, factors outside the Investment Manager's control (such as cash inflows or outflows arising from subscriptions or redemptions from the Fund), could result in over-hedged or under-hedged positions.

Over-hedged positions will not exceed 105% of the Net Asset Value of the Share Class and hedged positions will be kept under review to ensure that positions in excess of 100% of Net Asset Value will not be carried forward from month to month. The effect of hedging for a particular Class is that the performance of the Class will move in line with the performance of the underlying assets with the result that investors in that Class will not gain if the Class currency falls against the Base Currency and/or the currency in which the assets of the particular Fund are denominated.

The Fund may use financial derivative instruments (such as forwards) and the Investment Manager will not use financial derivatives that do not currently appear in the RMP until such time as a revised risk management process has been prepared, submitted to and cleared by the Central Bank. Where the Fund uses derivatives it may do so to hedge its exposure to non-Japanese Yen currencies. Currency hedging activities may be implemented using spot and forward foreign exchange contracts. Where the Fund decides to use derivatives, it will use the commitment approach methodology to accurately measure, monitor and manage the "leverage" effect produced by the use of such derivatives. The Fund's global exposure must not exceed its total net asset value. Global exposure is calculated taking into account the current value of the underlying assets, the counterparty risk, future market movements and the time available to liquidate the positions. The commitment approach is calculated by converting the derivative position into the equivalent position in the underlying asset, based on the market value of the underlying asset or the market value of the contract, as described in the Risk Management Process. The Net Asset Value of the Fund is not likely to have a high volatility due to its investment policy or portfolio management techniques.

## **5. Offer**

The initial offer period (the "Initial Offer Period") for Shares in the Euro Distributing Unhedged Share Class will be offered from 9.00a.m. on 23 March 2017 to 11.00a.m. on 30 June 2017.

The Initial Offer Period for Shares in the Sterling Distributing Unhedged Share Class will be offered from 9.00a.m. on 23 March 2017 to 11.00a.m. on 30 June 2017.

The initial offer period for Shares in the US Dollar Distributing Unhedged Share Class will be offered from 9.00a.m. on 23 March 2017 to 11.00a.m. on 30 June 2017.

The Initial Offer Period for any other Class of Shares in the Fund which is available but not yet launched will close on 31 August 2017.

During the Initial Offer Period, Shares in the Fund will be offered at the Initial Price and subject to acceptance of applications for Shares by the Company and will be issued for the first time on the first Dealing Day after expiry of the Initial Offer Period. The Initial Offer Period may be shortened or extended by the Directors. The Central Bank will be notified in advance of any such extension if subscriptions for Shares have been received and otherwise on an annual basis. After closing of the Initial Offer Period Shares in the Fund will be issued at the Net Asset Value per Share.

## 6. Information on Share Classes

As at the date of this Supplement, the Company has established the following Classes denominated in the following currencies:

Currency	Class	Base Currency of Fund	Subscription Charge	Minimum Subscription
Sterling Class	Sterling Accumulating Hedged	Yen	Up to 5%	£5,000
Sterling Class	Sterling Distributing Unhedged	Yen	Up to 5%	£5,000
Euro Class	Euro Accumulating Hedged	Yen	Up to 5%	€5,000
Euro Class	Euro Distributing Unhedged	Yen	Up to 5%	€5,000
Yen Class	Yen Accumulating Unhedged	Yen	Up to 5%	¥1,000,000
Dollar Class	Dollar Accumulating Hedged	Yen	Up to 5%	US\$5,000
Dollar Class	Dollar Distributing Unhedged	Yen	Up to 5%	US\$5,000
Swiss Franc Class	Swiss Franc Accumulating Hedged	Yen	Up to 5%	CHF5,000

The Directors reserve the right to differentiate between Shareholders as to waive or reduce the minimum initial investment for certain investors. The Subscription Charge may be applied, waived or reduced at the absolute discretion of the Directors.

## 7. Conversion of Shares

Subject to the Minimum Subscription requirements of the relevant Fund or Classes, Shareholders may request conversion of 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**”.

## 8. 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.

## 9. Fees and Expenses

The Fund shall bear its attributable portion of the fees and operating expenses of the Company. 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 out of the Fund’s assets are as follows:

### *Management Company Fees*

The Manager for its own benefit and use, shall be entitled to receive a management company fee (the “Management Company Fee”) from the Fund calculated and based on an annual rate of the percentages in the following table of the Net Asset Value of the Fund as described below subject to a minimum fee of €1,500 per month:

<b>Management Fee</b>	<b>Net Asset Value</b>
0.02%	Up to €150,000,000
0.01%	In excess of €150,000,000

The Management Company Fee accrues as of each Valuation Point and is payable monthly in arrears (plus VAT, if any). The Manager shall be entitled to be reimbursed by the Fund for reasonable out of pocket expenses incurred by it and any VAT on fees and expenses payable to or by it.

### *Annual Investment Management Services Fee*

In addition the Company out of the assets of the Fund shall pay the Investment Manager out of the income earned by the Fund (if any), a fee (“Annual Investment Management Services Fee”) as detailed below (plus any VAT, if any, thereon):

- 1% of the Net Asset Value of Yen Accumulating Unhedged Share Class;
- 1% of the Net Asset Value of Sterling Accumulating Hedged Share Class;
- 1% of the Net Asset Value of Sterling Distributing Unhedged Share Class;
- 1% of the Net Asset Value of Dollar Accumulating Hedged Share Class;
- 1% of the Net Asset Value of Dollar Distributing Unhedged Share Class;

- 1% of the Net Asset Value of Euro Accumulating Hedged Share Class;
- 1% of the Net Asset Value of Euro Distributing Unhedged Share Class;
- 1% of the Net Asset Value of Swiss Franc Accumulating Hedged Share Class

The Investment Manager may waive or rebate all or a portion of the Annual Investment Management Services Fee with respect to Shares, and in such case adjustments will be made to the determination of the Net Asset Value. Out of the Annual Investment Management Services Fee the Investment Manager may, in accordance with local laws including self-regulation, pay back fees or charges to institutional investors holding Shares beneficially for third-party investors. The percentages actually paid back shall be disclosed in the annual and semi-annual reports. The Investment Manager shall be entitled to be reimbursed by the Fund for reasonable out of pocket expenses incurred by them and any VAT on fees and expenses payable to or by it.

#### *Administration Fee*

The Administrator for its own benefit and use, shall be entitled to receive a fee (the "Administration Fee") from the Fund calculated and based on an annual rate of the percentages in the following table of the Net Asset Value of the Fund as described below subject to a minimum fee of €5,500 per month:

<b>Administration Fee</b>	<b>Net Asset Value</b>
0.12%	Up to €150,000,000
0.10%	In excess of €150,000,000

The Administration Fee accrues as of each Valuation Point and is payable monthly in arrears (plus VAT, if any). The Administrator shall be entitled to be reimbursed by the Fund for reasonable out of pocket expenses incurred by it and any VAT on fees and expenses payable to or by it.

#### *Depositary Fee*

The Depositary shall be entitled to an annual fee of up to 0.03% of the Net Asset Value of the Fund together with VAT, if any, thereon subject to an annual minimum fee of €25,000.

The fees of the Depositary will accrue daily and shall be payable monthly in arrears together with VAT, if any, thereon. The Depositary will be entitled to be reimbursed by the Fund for all reasonable out-of-pocket expenses properly incurred in the performance of its duties. Sub-custodian fees, if any, will be borne by the Fund and will be at normal commercial rates together with VAT, if any, thereon.

#### *Subscription Charge*

The Company will be entitled to receive an initial charge of up to 5% of the Net Asset Value of each Share issued with respect to all Classes of the Fund. This charge may be applied, waived or reduced at the absolute discretion of the Directors. Any such charge will be payable to the Company for its absolute use and benefit.

#### *Anti-Dilution levy*

On any Dealing Day when there are net subscriptions or net redemptions, the Company may apply an anti-dilution levy on the purchase and redemption of Shares if, in its opinion,

the existing Shareholders (for purchases) or remaining Shareholders (for redemptions) might otherwise be adversely affected. Such a levy will operate as an adjustment of the subscription or redemption price by adding or deducting respectively an anti-dilution levy to cover dealing costs and to preserve the value of the underlying assets of the Fund. This policy is intended to mitigate the dilutive effect of Shareholder transactions on the future growth of the Company. The Directors in their absolute discretion, may waive or reduce the dilution levy which is paid into the assets of the Fund.

A detailed summary of each of the fees and expenses of the Fund and the Company is set out in the section of the Prospectus headed “**Fees and Expenses**”.

#### **10. Dividends and Distributions**

It is the intention of the Directors that dividends for the Distributing Share Classes may, at the sole discretion of the Directors, be paid from the Fund’s net income (i.e. income net of taxes and expense). Dividends will be declared on a semi-annual basis on the last Business Day in April and October respectively.

The amount of the net income to be distributed is determined at the discretion of the Directors and the Directors will also determine what proportion (if any) of the Fund’s expenses may be charged against the income to arrive at the net income figure. It is the intention of the Directors that the Fund charges fees and expenses to capital. Therefore the amount of net income available to be distributed will be increased. The income from the portfolio will not be hedged and therefore dividend payments will be subject to exchange rate movements.

Dividends will be paid in cash by telegraphic transfer to the account of the Shareholder specified in the application form or, in the case of joint holders, to the name of the first Shareholder appearing on the register within one month of their declaration and in any event within four months of the year end.

Any dividend which is unclaimed six years from the date it became payable shall be forfeited and become the property of the Fund. The Directors may at any time determine to change the policy of the Fund with respect to dividend distribution. If the Directors so determine full details of any such change will be disclosed in an updated prospectus or supplement and Shareholders will be notified in advance.

#### **11. Risk Factors**

The attention of investors is drawn to the “Risk Factors” section in the Section of the Prospectus entitled “The Company”.

#### **12. Profile of a Typical Investor**

The Fund may be suitable for those investors wanting to achieve longer term capital growth principally through diversified investment in a portfolio of Japanese equities and related instruments where exposure to exchange rate movements has been minimised.