

Investment limit for instruments has been raised according to Article 22(4) of the UCITS Directive

YES Legal base:
NO

Decree-Law No. 252/2003 of 17 October

(with amendments introduced by Decree-Law N° 52/2006, of 15 March and Decree-Law N° 357-A/2007, of 31 October)

Article 49 Limits

1. A UCITS shall not invest more than 10% of its net asset value in securities or money market instrument issued by the same body, without prejudice to the following item.
2. The total value of securities and money market instruments held by a UCITS in the issuing bodies in each of which it invests more than 5% of its net asset value must not then exceed 40% of the said value.
3. The limit referred to in the preceding item is not applicable to deposits and transactions involving derivatives and carried out off the regulated market when the counterparty is an institution that is subject to prudential supervision.
4. The limit referred to in paragraph 1 shall be raised to 35% if the securities are issued or guaranteed by a Member State, by its local authorities, by a third State or by public international bodies of which one or more Member States are members.
- 5. The limit referred to in paragraph 1 shall be raised to 25% in the case of mortgage securities issued by credit institutions registered in a Member State of the European Union, being able to invest in these types of assets up to 80% of the net asset value of the UCITS, when this is expressly permitted in the instruments of incorporation.**
- 6. The conditions for issue of the securities mentioned in the preceding paragraph must provide a full and complete guarantee of the commitments due on the assets up to the date of their redemption, and that these conditions shall be subject to the priority of reimbursement of capital and payment of interest owed should the issuer fail to comply with its obligations.**
7. Without prejudice to the terms set forth in paragraphs 4 and 5, a UCITS may not hold more than 20% of its net asset value in securities, money market instruments, deposits and exposure to derivatives outside the regulated market and with the same body.
8. The limits set forth in paragraphs 1 to 5 shall not be cumulative.
9. The securities and money market instruments referred to in paragraphs 4 and 5 shall not be considered in applying the 40% limit set forth in paragraph 2.
10. A UCITS may invest up to 100% of its net asset value in securities or money market instruments issued or guaranteed by a Member State of the European Union, by local authorities, by international public bodies of which one or more Member State of the European Union or a third state are members, whereby they must hold securities from six different issues but securities from one issue may not account for more than 30% of the total assets thereof.
11. The aforementioned investment in the preceding paragraph must be expressly referred to in the instruments of incorporation and in any promotional literature of the issuers in which the management company intends to invest more than 35% of the net asset value of the UCITS, along with the inclusion stating the special nature of the investment policy.

12. The amounts referred to in item b) of Article 45.1 shall not, at any time, exceed 10% of the UCITS net asset value, and shall be included in the calculations for purposes set forth in paragraph 2 of said article.

13. The companies included in the same group for the purposes of accounting consolidation, in accordance with the terms of European Council Directive no. 83/349/EEC of 13 June, or in compliance with internationally recognised accounting standards, are considered a single body for the purposes of calculating the limits set forth in this article.

14. For the purposes of calculating the limits set forth in this article underlying assets of derivatives in which the UCITS invests are to be considered.