

**Notice to Shareholders of
BBH Luxembourg Funds**

Dear Shareholder,

The Fund's board of directors (the "**Board**") is writing to you to advise you of the following changes to the prospectus of the Fund (the "**Prospectus**"), which will be reflected in the next edition of the Prospectus:

I. Amendment of the investment policy of the BBH Short Duration Fund sub-fund:

The Fund's Board has decided to amend the Prospectus in order to provide that the BBH Short Duration Fund sub-fund may invest in units of UCITS and other UCIs, such as Exchange Traded Funds.

As a consequence of the above and with effect as from 12 April 2021, the investment policy of the BBH Short Duration Fund sub-fund will be amended so as to read as follows in the comparative table showing the difference with the former investment policy (amendments appears underlined):

	Until and including 11 April 2021	As from 12 April 2021
Extract of the section "Investment policy" of the BBH Short Duration Fund sub-fund	<p>[...]</p> <p>The Short Duration Sub-fund may also purchase mortgage-backed securities and other sovereign debt when the Investment Manager believes that the additional income from these securities justifies the higher risk of allocations to these asset classes. The Short Duration Sub-fund may also invest in money market instruments, repurchase agreements (in accordance with Appendix B) and derivative instruments to meet its investment objective. The Short Duration Sub-fund will have the flexibility to invest in the sectors, industries, securities and durations that the Investment Manager identifies as offering attractive risk-adjusted returns consistent with the Short Duration Sub-fund's investment objective.</p> <p>[...]</p>	<p>[...]</p> <p>The Short Duration Sub-fund may also purchase mortgage-backed securities and other sovereign debt when the Investment Manager believes that the additional income from these securities justifies the higher risk of allocations to these asset classes. The Short Duration Sub-fund may also invest in money market instruments, repurchase agreements (in accordance with Appendix B) and derivative instruments to meet its investment objective. The Short Duration Sub-fund will have the flexibility to invest in the sectors, industries, securities and durations that the Investment Manager identifies as offering attractive risk-adjusted returns consistent with the Short Duration Sub-fund's investment objective. <u>With effect as from 12 April 2021 and to the extent permitted by section 1), paragraph (e) of Appendix A, the Short Duration Sub-fund may invest in units of UCITS and other UCIs, such as Exchange Traded Funds ("ETF").</u></p> <p>[...]</p>

Shareholders who do not agree with this change may request the redemption of their shares free of charge for a period of one month as from the date of this notice.

II. Clarifications regarding the investments in Regulation S Securities:

The Fund's Board has decided to clarify the sections "Investment Strategies" of the following sub-funds in order to provide that they may invest in Regulation S Securities:

- BBH Short Duration Fund; and
- BBH Income Fund.

(hereinafter the "**Sub-Funds**").

Regulation S Securities are similar to Rule 144A Securities and provide an exclusion from registration requirements of the US Securities Act of 1933 for offerings made outside the United States by both U.S. and foreign issuers.

As a consequence of the above, the section "Investment Strategies" of the Sub-Funds will be clarified so as to read as follows in the comparative table showing the difference with the former section "Investment Strategies" of the Sub-Funds (amendments appears underlined):

	Former version	Clarified version
Extract of the section "Investment Strategies" of Sub-Funds	<p>[...]</p> <p><i>Rule 144A Securities</i></p> <p>The Investment Manager may, on behalf of the Income Sub-fund, purchase Rule 144A Securities.</p> <p>[...]</p>	<p>[...]</p> <p><i>Rule 144A Securities <u>and Regulation S Securities</u></i></p> <p>The Investment Manager may, on behalf of the Income Sub-fund, purchase Rule 144A Securities <u>and Regulation S Securities</u>.</p> <p>[...]</p>

For consistency purpose, the Fund's Board has decided to clarify the section "Risk Factors" appearing in the general part of the Prospectus so as to read as follows in the comparative table showing the difference with the former section "Risk Factors" (amendments appears barred and underlined):

	Former version	Clarified version
Extract of the section "Risk Factors" of the Prospectus	<p>[...]</p> <p><i>Risk Associated with Securities Issued Pursuant to Rule 144A under the Securities Act ("Rule 144A Securities")</i></p> <p>Rule 144A under the Securities Act provides a safe harbour exemption from the registration requirements of the Securities Act for resale of restricted securities to "qualified institutional buyers," as defined in the rule. The advantage for investors may be higher returns due to lower administration charges. However, dissemination of secondary market transactions in Rule 144A Securities is restricted and only</p>	<p>[...]</p> <p><i>Risk Associated with Securities Issued Pursuant to Rule 144A under the Securities Act ("Rule 144A Securities") <u>and Securities issued pursuant to Regulation S under the Securities Act ("Regulation S Securities")</u></i></p> <p>Rule 144A under the Securities Act provides a safe harbour exemption from the registration requirements of the Securities Act for resale of restricted securities to "qualified institutional buyers," as defined in the rule. <u>Regulation S provides an exclusion from registration requirements of the US</u></p>

BBH Luxembourg Funds
Société Anonyme - Société d'investissement à capital variable
 Registered Office: 6, route de Trèves L-2633 Senningerberg
RCS Luxembourg B 143.956
 (the "Fund")

	<p>available to qualified institutional buyers. This might increase the volatility of the security prices and, in extreme conditions, decrease the liquidity of a particular Rule 144 Security.</p> <p>[...]</p>	<p><u>Securities Act of 1933 for offerings made outside the United States by both U.S. and foreign issuers. A securities offering, whether private or public, made by an issuer outside of the United States in reliance on Regulation S need not be registered.</u> The advantage for investors may be higher returns due to lower administration charges. However, dissemination of secondary market transactions in Rule 144A Securities is restricted and only available to qualified institutional buyers. This might increase the volatility of the security prices and, in extreme conditions, decrease the liquidity of a particular Rule 144 Ssecurity.</p> <p>[...]</p>
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The above described amendments are a mere clarification for purpose of transparency. As a result, it does not affect the way in which the Sub-Funds are currently managed nor any other of their characteristics, including their level of fees.

Revised copies of the Prospectus reflecting the above amendments will be available on the website of the Fund (www.bbhluxembourgfunds.com), and may be obtained free of charge at the Fund's registered office or at the foreign representatives' offices, once available.

Capitalised terms not otherwise defined in this notice shall bear the same meaning as in the Prospectus.

Luxembourg, 11 March 2021

By order of the Board