

ARTEMIS INVESTMENT FUNDS ICVC

(An open-ended investment company incorporated with limited liability and registered in England and Wales under registered number IC001014)

Supplement dated 18.03.2016 for distribution in Luxembourg (the “Supplement”)

This Supplement is supplemental to, forms part of, and should be read in conjunction with the prospectus of ARTEMIS INVESTMENT FUNDS ICVC (the “Company”) dated 16th March 2016 (the “Prospectus”).

Unless otherwise provided for in this Supplement, all capitalised terms shall have the same meaning herein as in the Prospectus.

PUBLIC DISTRIBUTION IN LUXEMBOURG

The Company has notified the Luxembourg supervisory authority, the *Commission du Surveillance du Secteur Financier* (CSSF) of its intention to publicly distribute the Shares of the Company in Luxembourg in accordance with the requirements of Luxembourg Law on Undertakings for Collective Investment dated 17 December, 2010 Chapter 7, “UCITS situation in Other Member States of the European Union which market their units in Luxembourg” (the “2010 Law”), and is authorised to do since the end of the notification procedure.

The Company is marketing the following share classes in Luxembourg pursuant to UCITS Regulations:

Artemis Pan-European Absolute Return Fund

I Accumulation EUR hedged	GB00BMMV4H91
I Accumulation USD hedged	GB00BMMV4K21
I Accumulation GBP hedged	GB00BMMV4J16

Artemis US Absolute Return Fund

I Accumulation EUR Hedged	GB00BMMV5M10
I Accumulation USD	GB00BMMV5P41
I Accumulation GBP (Hedged)	GB00BMMV5N27
I Accumulation CHF (Hedged)	GB00BYSZ0482
R Accumulation CHF (Hedged)	GB00BYSZ0375
R Accumulation EUR (Hedged)	GB00BMMV5J80
R Accumulation USD	GB00BMMV5L03

Artemis US Equity Fund

I Accumulation EUR	GB00BMMV4Q82
I Accumulation USD	GB00BMMV4T14
I Accumulation GBP	GB00BMMV4S07

Artemis US Extended Alpha Fund

I Accumulation EUR	GB00BMMV5F43
I Accumulation USD	GB00BMMV5H66

I Accumulation GBP	GB00BMMV5G59
I Accumulation CHF (Hedged)	GB00BYSZ0268
I Accumulation GBP (Hedged)	GB00BYSZ0151
R Accumulation CHF (Hedged)	GB00BYSZ0045
R Accumulation shares CHF	GB00BYSYZZ10
R Accumulation shares EUR	GB00BMMV5980
R Accumulation shares USD	GB00BMMV5D29

Artemis US Select Fund

I Accumulation EUR	GB00BMMV4Z73
I Accumulation USD	GB00BMMV5212
I Accumulation GBP	GB00BMMV5105
I Distribution GBP	GB00BWWZ2D39
I Accumulation CHF (Hedged)	GB00BYSYZY03
I Accumulation EUR (Hedged)	GB00BMMV5097
I Accumulation GBP (Hedged)	GB00BYSYZX95
R Accumulation CHF (Hedged)	GB00BYSYZW88
R Accumulation USD	GB00BMMV4Y66
R Accumulation EUR (Hedged)	GB00BMMV4W43
R Accumulation EUR	GB00BMMV4V36

Artemis US Smaller Companies Fund

I Accumulation EUR	GB00BMMV5659
I Accumulation USD	GB00BMMV5873
I Accumulation GBP	GB00BMMV5766

Artemis Global Emerging Markets Fund

I Accumulation USD	GB00BW9HL579
I Accumulation EUR	GB00BW9HL793
I Accumulation GBP	GB00BW9HL132
I Distribution GBP	GB00BW9HL249

Artemis Global Capital Fund

I Accumulation shares (EUR)	GB00BW9HM437
I Distribution shares (EUR)	GB00BW9HM544
I Accumulation shares (USD)	GB00BW9HM213
I Distribution shares (USD)	GB00BW9HM320

Artemis Global Equity Income Fund

I Accumulation shares (EUR)	GB00BW9HLR90
I Distribution shares (EUR)	GB00BW9HLS08
I Accumulation shares (USD)	GB00BW9HLP76
I Distribution shares (USD)	GB00BW9HLQ83
I Accumulation shares (GBP)	GB00BW9HLK22
I Distribution shares (GBP)	GB00BW9HLL39
Class R Acc USD	GB00BW9HLC48
Class R Acc EUR	GB00BW9HLF78

Paying Agent and information agent in Luxembourg

Pursuant to the Representative & Paying Agency Agreement dated 27th July 2015, the Company has appointed CACEIS BANK LUXEMBOURG having its registered office at CACEIS Bank Luxembourg, 5 Allée SCHEFFER, L-2520 Luxembourg as paying and information agent in Luxembourg in respect of all Shares (the “Paying Agent”). Shareholders resident in Luxembourg may request the subscription and redemption of Shares and the payment of distributions in accordance with the provisions of the Prospectus.

Documents of the Company

The following documents may be inspected free of charge during normal business hours on any business day at the offices of the Paying Agent:

- (i) the most recent annual and half yearly reports of the Company;
- (ii) the Prospectus;
- (iii) the Instrument of Incorporation (and any amending documents); and
- (iv) the ACD Agreement (referred to in paragraph 6.2 of the Prospectus)

Publication of Net Asset Value per Share

The Net Asset Value per Share and subscription and redemption prices are available free of charge at the Paying Agent and will be published on www.artemis.co.uk.

LUXEMBOURG TAXATION

The following information is of a general nature only and is based on the laws in force in Luxembourg as at the date of this Supplement. It does not purport to be a complete analysis of all possible tax situations that may be relevant to an investment decision. It is included herein solely for preliminary information purposes. It is not intended to be, nor should it be construed to be, legal or tax advice. It is a description of the essential material Luxembourg tax consequences with respect to the holding of Shares and may not include tax considerations that arise from rules of general application or that are generally assumed to be known by Shareholders. This summary is based on the Luxembourg law and regulations as in effect and as interpreted by the Luxembourg tax authorities on the date of this Supplement and is subject to any amendments in law (or in interpretation) later introduced, whether or not on a retroactive basis.

The residence concept used under the respective headings below applies for Luxembourg income tax assessment purposes only. Any reference in the present section to a tax, duty, levy impost or other charge or withholding of a similar nature refers to Luxembourg tax law and/or concepts only. Also, a reference to Luxembourg income tax generally encompasses corporate income tax (*impôt sur le revenu des collectivités*), municipal business tax (*impôt commercial communal*), a solidarity surcharge (*contribution au fonds pour l'emploi*), personal income tax (*impôt sur le revenu*) as well as a temporary equalization tax (*impôt d'équilibrage budgétaire temporaire*). Corporate taxpayers may further be subject to net wealth tax (*impôt sur la fortune*) as well as other duties, levies or taxes. Corporate income tax, municipal business tax as well as the solidarity surcharge invariably apply to most corporate taxpayers resident of Luxembourg for tax purposes. Individual taxpayers are generally subject to personal income tax, the solidarity surcharge and to the temporary equalization tax. Under certain circumstances, where an individual taxpayer acts in the course of the management of a professional or business undertaking, municipal business tax may apply as well.

Prospective Shareholders should consult their professional advisers on the possible tax and other consequences of their subscribing for, purchasing, holding, selling or redeeming Shares under the laws of their country of incorporation, establishment, citizenship, residence or domicile.

1. General taxation of Shareholders

The receipt of dividends (if any) by Shareholders, the redemption or transfer of Shares and any distribution on a winding-up of a Fund may result in a tax liability for the Shareholders according to the tax regime applicable in their various countries of residence, citizenship or domicile. Shareholders resident in or citizens of certain countries which have anti-offshore fund legislation may have a current liability to tax on the undistributed income and gains of the relevant Fund. The directors, the Fund and each of their agents shall have no liability in respect of the individual tax affairs of Shareholders.

2. Luxembourg non-residents

Non-resident Shareholders, who have neither a permanent establishment nor a permanent representative in Luxembourg to which or whom the Shares are attributable, are not liable to any Luxembourg income tax, whether they receive payments of dividends or realize capital gains upon the sale, disposal or redemption of Shares.

Non-resident corporate Shareholders who have a permanent establishment or a permanent representative in Luxembourg, to which or whom the Shares are attributable, must include any income received, as well as any gain realized on the sale, disposal or redemption of Shares, in their taxable income for Luxembourg tax assessment purposes.

The same inclusion applies to individuals, acting in the course of the management of a professional or business undertaking, who have a permanent establishment or a permanent representative in Luxembourg, to which or whom the Shares are attributable. Taxable gains are determined as being the difference between the sale, repurchase or redemption price and the lower of the cost or book value of the Shares sold or redeemed.

3. Luxembourg residents

Luxembourg resident Shareholders are not liable to any Luxembourg income tax on reimbursement of

share capital previously contributed to the Funds.

3.1. Luxembourg resident individuals

Any income derived from the Shares by resident individual Shareholders, who act in the course of the management of either their private wealth or their professional / business activity, is subject to income tax at the progressive ordinary rate (with a current marginal rate of currently 42.8% or 43.3% depending on the applicable solidarity surcharge).

Capital gains realized upon the sale, disposal or redemption of Shares by Luxembourg resident individual Shareholders, acting in the course of the management of their private wealth are not subject to Luxembourg income tax, unless said capital gains qualify either as speculative gains or as gains on a substantial participation. Capital gains are deemed to be speculative and are thus subject to income tax at ordinary rates if the Shares are disposed of within 6 months after their acquisition or if their disposal precedes their acquisition. A participation is considered to be a substantial shareholding where the Shareholder holds or has held, either alone or together with his spouse/partner and/or his minor children, either directly or indirectly, at any time within the 5 years preceding the disposal, more than 10% of the share capital of the Company / Funds whose shares are being disposed of. A Shareholder is also deemed to alienate a substantial participation if he acquired free of charge, within the 5 years preceding the transfer, a participation which was constituting a substantial participation in the hands of the alienator (or the alienators in case of successive transfers free of charge within the same five-year period).

Capital gains realized on a substantial participation more than 6 months after the acquisition thereof are taxed according to the half-global rate method (i.e. the average rate applicable to the total income is calculated according to progressive income tax rates and half of the average rate is applied to the capital gains realized on the substantial participation).

Capital gains realized on the disposal of the Shares by a resident individual Shareholder, who acts in the course of the management of his/her professional/business activity, are subject to income tax at ordinary rates. Taxable gains are determined as being the difference between the price for which the Shares have been disposed of and the lower of their cost or book value.

3.2. Luxembourg resident companies

Luxembourg corporate resident (*sociétés de capitaux*) Shareholders must include any income received, as well as any gain realized on the sale, disposal or redemption of Shares, in their taxable income for Luxembourg income tax assessment purposes. Taxable gains are determined as being the difference between the sale, repurchase or redemption price and the lower of the cost or book value of the Shares sold or redeemed.

3.3. Luxembourg resident companies benefiting from a special tax regime

Luxembourg resident corporate Shareholders who are companies benefiting from a special tax regime, such as i) undertakings for collective investment governed by the amended law of 17 December 2010, ii) specialized investment funds governed by the amended law of 13 February 2007 and iii) family wealth management companies governed by the amended law of 11 May 2007, are income tax exempt entities in Luxembourg, and profits derived from the Shares are thus not subject to any Luxembourg income tax in their hands.

4. Net wealth tax

Luxembourg resident Shareholders, as well as non-resident Shareholders who have a permanent establishment or a permanent representative in Luxembourg to which or whom the Shares are attributable, are subject to Luxembourg net wealth tax on such Shares, except if the Shareholder is (i) a resident or non-resident individual taxpayer, (ii) an undertaking for collective investment subject to the amended law of 17 December 2010, (iii) a securitization company governed by the amended law of 22 March 2004 on securitization (except for the minimum net wealth tax), (iv) a company governed by the amended law of 15 June 2004 on venture capital vehicles (except for the minimum net wealth tax), (v) a specialized investment fund governed by the amended law of 13 February 2007 or (vi) a family wealth management company governed by the amended law of 11 May 2007.

5. Other taxes

There is no Luxembourg registration tax, stamp duty or other similar taxes on duty payable by the Shareholders in Luxembourg by reason only of the issuance or transfer of Shares.

Under Luxembourg tax law, where an individual Shareholder is a resident of Luxembourg for inheritance tax purposes at the time of his death, the Shares are included in his taxable basis for inheritance tax purposes. On the contrary, no inheritance tax is levied on the transfer of the Shares upon death of a Shareholder in cases where the deceased was not a resident of Luxembourg for inheritance tax purposes.

Luxembourg gift tax may be levied on a gift or donation of the Shares if embodied in a Luxembourg deed or otherwise registered in Luxembourg.

6. Withholding tax

Distributions made to the Shareholders by a non-resident company are not subject to a withholding tax in Luxembourg.

7. Exchange of Information Non-resident Shareholders should note that on 9 December 2014, the Council of the European Union adopted Directive 2014/107/EU amending Directive 2011/16/EU of 15 February 2011 on administrative cooperation in the field of taxation which now provides for an automatic exchange of financial account information between EU Member States (the “**DAC Directive**”). The adoption of the aforementioned directive implements the Organisation for Economic Co-operation and Development (OECD) Common Reporting Standard (“**CRS**”) and generalizes the automatic exchange of information within the European Union as of 1 January 2016.

In addition, Luxembourg signed the OECD’s multilateral competent authority agreement (the “**Multilateral Agreement**”) to automatically exchange information under the CRS. Under this Multilateral Agreement, Luxembourg will automatically exchange financial account information with other participating jurisdictions as of 1 January 2016. The Luxembourg law dated 18 December implements this Multilateral Agreement, together with the DAC Directive introducing the CRS, in Luxembourg law.

DATED 18.03.2016