

## Key Information Document

### OBJECTIVE

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

# R-co Valor Balanced P EUR

### PRODUCT

**Product name:** R-co Valor Balanced

**Legal form:** UCITS managed by Rothschild & Co Asset Management Europe, which exercises the rights attached to the UCITS.

**ISIN:** FR0013367299 (P EUR share class)

**Product manufacturer:** Rothschild & Co Asset Management Europe, Portfolio Management Company authorised by the AMF under number GP-17000014

**Website:** <https://www.am.eu.rothschildandco.com>. For more information, please contact client service by calling +33 (0)1 40 74 40 84 or emailing: [clientserviceteam@rothschildandco.com](mailto:clientserviceteam@rothschildandco.com)

**Competent authority:** Autorité des Marchés Financiers (AMF). Member State: France

**Document production date:** 01/01/2023

### WHAT IS THIS PRODUCT?

#### Type

Sub-fund of an open-ended investment fund (SICAV)

This document describes the R-co Valor Balanced sub-fund of the SICAV, which may include other types of shares distributed in your Member State. The prospectus and periodic reports are drawn up for the entire SICAV. All of this information can be found at: <https://am.eu.rothschildandco.com>

The assets and liabilities of the SICAV's different sub-funds are segregated, so changes in another sub-fund's assets and liabilities will not affect R-co Valor Balanced. Any switch between share classes of the sub-fund, or for shares of another sub-fund, is regarded as a sale followed by a repurchase and as such is subject to the tax system applicable to capital gains or losses on disposals of securities.

#### Term

The intended term of the fund is 99 years.

However, the sub-fund will be wound up automatically if the shareholders redeem all of the shares. Furthermore, the SICAV's Board of Directors may, at any time and for any reason, request the extension, early dissolution or liquidation of the SICAV at an extraordinary general meeting.

#### Objectives

The investment objective of the R-co Valor Balanced sub-fund (the "fund") is to seek capital growth, over a recommended investment period of between three and five years, through exposure to equity and fixed-income markets, with a balanced profile. The fund is managed on an active, discretionary basis. The fund is not managed with reference to an index. To achieve the investment objective, the fund will invest half of its assets in the "Valor" strategy and the other half in the "Euro Credit" strategy of Rothschild & Co Asset Management Europe, as described below.

The objective behind the "Valor" strategy is to seek performance from discretionary management based, in particular, on anticipating changes in the various markets (equities, bonds) and selecting financial instruments through financial analysis of companies.

The "Euro Credit" strategy entails seeking sources of added value across all fixed-income investment drivers, positioning in terms of sensitivity on the yield curve and allocation to various issuers. It follows a geographical and sector allocation, with the selection of individual issuers and issues.

These two strategies will comply with the following allocation limits:

- 0–55% in equities, irrespective of market capitalisation (with a maximum of 10% in small caps, including micro caps), with the portfolio manager nevertheless making every effort to keep the fund's equity exposure below 50% of the net assets,

- 45–100% in fixed-income products, including convertible bonds (up to a maximum of 15%), callable/puttable bonds including make-whole calls (up to a maximum of 100%), and subordinated bonds (up to 50% of the assets), including up to 20% in contingent convertible bonds. Exposure to high-yield debt shall not exceed 15% of the assets,

- 0–10% in fund units and/or shares.

The fund's exposure to (i) equity markets, including in non-OECD countries and emerging markets, shall not exceed 55% of its assets, (ii) debts of non-OECD countries and emerging markets shall not exceed 10% of its assets and (iii) currency risk outside the eurozone shall not exceed 55% of the assets.

To achieve the investment objective, the portfolio manager may take positions on regulated, organised or over-the-counter markets for the purpose of hedging and/or exposing the portfolio to the equity, currency, credit and fixed-income markets (especially via futures, options, swaps, currency forwards and credit derivatives). The fund's overall exposure to these markets, including that resulting from the use of forward financial instruments, shall not exceed 200% of its assets.

Valuation frequency: Daily. Centralisation of subscription/redemption (S/R) orders: every day at 4.00 pm (NAV-1) at Rothschild Martin Maurel. Order execution: NAV of the next business day. Settlement date of S/R orders: NAV + 2 business days. This is an accumulation share class.

The positive contribution of environmental, social and governance (ESG) criteria may be taken into consideration in investment decisions, although it is unlikely to be the decisive factor.

#### Intended retail investor

The sub-fund is intended for investors seeking a direct investment vehicle with a diversified allocation that provides exposure to fixed-income products and/or equity products depending on market opportunities, by implementing Rothschild & Co Asset Management Europe's Valor and Euro Crédit strategies.

Recommendation: this fund may not be suitable for investors planning to withdraw their money within five years of investing.

#### Practical information

The custodian of the UCITS is Rothschild Martin Maurel.

The prospectus of the UCITS and the latest annual and interim documents are available in French and will be sent out free of charge within eight business days of a simple written request being sent to the following address:

Rothschild & Co Asset Management Europe - Service Commercial, 29 avenue de Messine, 75008 Paris.

The net asset value is published on the management company's



website: <https://am.priips.rothschildandco.com>.

## WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

### Risk indicator

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.



We have classified this product as 3 out of 7, which is a medium-low risk class and mainly reflects discretionary management policy exposing the portfolio to the equity and fixed-income markets with a balanced profile.

This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact our capacity to pay you.

The risk indicator assumes you keep the product for five years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

### Other key risk factors not adequately taken into account by the indicator:

- **Credit risk:** The risk of an issuer's default, or a deterioration in the issuer's creditworthiness, with the potential to negatively affect the price of the assets in the portfolio.
- **Counterparty risk:** The risk that the counterparty to an over-the-counter transaction (swap, repurchase) may default. These risks may adversely affect the net asset value of the fund.
- **Impact of techniques such as using derivatives:** The use of derivatives may amplify the effect of market movements on the portfolio.

This product does not include any protection from future market performance nor any capital guarantee, so you could lose some or all of your investment.

For more information on risks, please refer to the fund prospectus.

### Performance scenarios

What you will get from this product depends on future market performance. Market developments are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over at least the last 10 years. Markets could develop very differently in the future.

Recommended investment period: 5 years Investment: €10,000			
Scenario		If you exit after 1 year	If you exit after 5 years
<b>Minimum</b>	<b>There is no guaranteed minimum return. You could lose some or all of your investment.</b>		
<b>Stress</b>	<b>What you might get back after costs</b>	€3,760	€3,560
	Average return per year	-62.38%	-18.67%
<b>Unfavourable</b>	<b>What you might get back after costs</b>	€8,400	€6,240
	Average return per year	-16.03%	-8.99%
<b>Moderate</b>	<b>What you might get back after costs</b>	€10,200	€12,050
		1.96%	3.80%
<b>Favourable</b>	<b>What you might get back after costs</b>	€12,650	€13,010
	Average return per year	26.54%	5.41%

The figures shown include all the costs of the product itself, as well as all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

This type of scenario is calculated with at least 10 years of data using the product's track record along with a proxy if necessary.

The stress scenario shows what you might get back in extreme market circumstances.

## WHAT HAPPENS IF ROTHSCHILD & CO ASSET MANAGEMENT EUROPE IS UNABLE TO PAY OUT?

The insolvency of the management company that manages your fund's assets would have no impact on your investment, as the assets are held by the fund's custodian.

Investment in a fund is not guaranteed and is not covered by any national compensation scheme.

## WHAT ARE THE COSTS?

### Costs over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time. If you invest in this product through a life insurance or endowment policy, this document does not take into account the charges for this policy.

The tables show the amounts taken from your investment to cover the different types of cost. These amounts depend on how much you invest, how long you hold the product, and the return on the product. The amounts given here are illustrations based on a sample investment and different possible investment periods. We have assumed:

- in the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario
- EUR 10,000 is invested



**Investment:** €10,000

Scenario	If you exit after 1 year	If you exit after 5 years
<b>Total costs</b>	€374.60	€1,039.98
<b>Impact of annual costs*</b>	3.78%	1.86% each year

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the end of the recommended holding period, your average return per year is projected to be 5.66% before costs and 3.80% after costs. We may share part of the costs with the person selling you the product to cover the services they provide to you.

#### Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
<b>Entry costs</b>	2.50% of the amount you pay in when entering this investment.	€250.00
<b>Exit costs</b>	0.00% of your investment before it is paid out to you.	€0.00
<b>Ongoing costs taken each year</b>		
<b>Management fees and other administrative or operating costs</b>	0.81% of the value of your investment per year. This is an estimate based on actual costs over the last year.	€78.88
<b>Transaction costs</b>	0.47% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	€45.73
<b>Ongoing costs taken under specific conditions</b>		
<b>Performance-related fees</b>	There is no performance-related fee for this product.	€0.00

#### HOW LONG SHOULD I HOLD IT AND CAN I TAKE MONEY OUT EARLY?

**Recommended holding period: 5 years** mainly because of a discretionary management policy exposing the portfolio to the equity and fixed-income markets with a balanced profile.

Cashing out early is possible each day. Subscription/Redemption (S/R) orders are centralised every day at 4.00 pm (NAV-1) at Rothschild Martin Maurel. Orders are executed at the next NAV. Settlement date of S/R orders: NAV + 2 business days.

#### HOW CAN I COMPLAIN?

If you have a complaint, you can contact the Management Company's sales department by calling +33 (0)1 40 74 40 84, writing to Client Service at 29 avenue de Messine – 75008 Paris, or emailing: [clientserviceteam@rothschildandco.com](mailto:clientserviceteam@rothschildandco.com)

#### OTHER RELEVANT INFORMATION

The prospectus of the UCITS and the latest annual and interim documents are available in French and will be sent out free of charge within eight business days of a simple written request being sent to the following address:

Rothschild & Co Asset Management Europe - Service Commercial, 29 avenue de Messine, 75008 Paris.

The fund's net asset value and track record over a period of up to 10 years are published on the management company's website: <https://am.priips.rothschildandco.com>.