

Key Information Document

Purpose

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.

Product

AZVALOR BLUE CHIPS

a sub-fund of **Azvalor Lux SICAV**

Class I (LU1651852854)

AZVALOR BLUE CHIPS is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF). The PRIIPs Manufacturer and the Management Company is Waystone Management Company (Lux) S.A. which is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF). The Investment Management Company is Azvalor Asset Management SGIIC, S.A., which is authorized in Spain and supervised by the Comisión Nacional del Mercado de Valores (CNMV). For more information on this product, please refer to <https://funds.waystone.com/public> or call +352 26 00 21 1 .

Accurate as of: 5 June 2024

What is this product?

Type

This is an investment fund established as a Company With Variable Capital (SICAV).

Objectives

Investment objective The Sub-Fund is a feeder sub-fund. The Feeder Fund is actively managed, being invested at least for 85% of its assets in units of the actively managed Master Fund (AZVALOR BLUE CHIPS, FI) which qualifies as a "master UCITS". The objective of this Sub-Fund is to achieve capital appreciation through investment in the Master Fund.

Investment policies The Master Fund is a collective investment fund, established and existing under the laws of Spain, registered with the Spanish supervisory authority Comisión Nacional del Mercado de Valores (CNMV) under registration number 5112. It was established on 27th January, 2017 and is regulated and authorized by the CNMV as a UCITS fund. The benchmark mentioned below in the Investment objective and policy of the Master Fund does not necessarily represent the investment universe or a constraint for the portfolio allocation of the Manager of the Master Fund.

The investment objective of the Master Fund is to ensure sustained profitability over time, by applying a value investing philosophy selecting undervalued assets with high upside potential. At least 75% of total exposure shall be in equities from all sectors, investing over 75% of exposure to equities in large caps (3 billion euro minimum), and the rest in small and mid-caps.

Investments shall be mainly in OECD issuers/markets, and up to 35% of total exposure may be invested in emerging issuers/markets. Geographical or sectoral concentration may temporarily occur. Currency risk shall be 0-100% of total exposure.

The rest of total exposure shall be invested in fixed income, mainly public yet also private (including liquid money market instruments both listed and unlisted) from issuers/markets of the Euro zone. Fixed income issues shall have a credit rating equal to or greater than that of the Kingdom of Spain at any given moment.

The choice of assets is guided by value.

Benchmark The Sub-Fund refers to MSCI World Index.

Redemption and Dealing This product is designed for longer term investments; you should be prepared to stay invested for at least 5 years. However, you can redeem your investment without penalty at any time during this period, or hold the investment longer.

Distribution Policy This Share Class does not pay dividends. Earned income is retained in the NAV.

Launch date The sub-fund was launched on 19/12/2017. The share class was launched on 29/12/2017.

Sub-fund Currency The reference currency of the Sub-Fund is EUR.

Switching between Funds Shareholders may switch all or part of their holdings into shares of another sub-fund provided they meet the minimum holding requirements of the destination Sub-Fund. Switching orders must be provided in writing. Full details of the switching process are given in the prospectus.

Intended retail investor

This product is intended for investors who plan to stay invested for at least 5 years and are prepared to take on a medium-high level of risk of loss to their original capital in order to get a higher potential return. It is designed to form part of a portfolio of investments.

Term

The Fund is open-ended and has no maturity date. Subject to the liquidation, dissolution and termination rights of the board of the Fund as set forth in the Fund prospectus, the Fund cannot be automatically terminated. The PRIIPs Manufacturer, Waystone Management Company (Lux) S.A., is not entitled to terminate the product unilaterally.

Practical information

Depository The fund depository is Pictet & Cie (Europe) S.A., 15 A Avenue J.-F. Kennedy, L-1855 Luxembourg.

Further information A copy of the Prospectus and latest annual and semi-annual financial report in English and the latest Net Asset Value per Share and Bid and Offer Prices are available free of charge upon request from www.azvalor.com/en/net-asset-values/, by email from sac@azvalor.com

What are the risks and what could I get in return?

Risks



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.

Performance scenarios

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

What you will get from this product depends on future market performance. Market developments in the future 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 the last 10 years. Markets could develop very differently in the future.

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

Unfavourable: this type of scenario occurred for an investment between 31 March 2015 and 31 March 2020.

Moderate: this type of scenario occurred for an investment between 31 May 2016 and 31 May 2021.

Favourable: this type of scenario occurred for an investment between 31 May 2019 and 31 May 2024.

Recommended holding period		5 years	
Example Investment		10,000 EUR	
Scenarios		if you exit after 1 year	if you exit after 5 years (recommended holding period)
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs Average return each year	913 EUR -90.9%	731 EUR -40.7%
Unfavourable	What you might get back after costs Average return each year	5,282 EUR -47.2%	5,605 EUR -10.9%
Moderate	What you might get back after costs Average return each year	10,620 EUR 6.2%	13,119 EUR 5.6%
Favourable	What you might get back after costs Average return each year	19,940 EUR 99.4%	19,781 EUR 14.6%

What happens if Waystone Management Company (Lux) S.A. is unable to pay out?

The Management Company has no obligation to pay out since the Fund design does not contemplate any such payment being made. You are not covered by any national compensation scheme. To protect you, the assets are held with a separate company, a depositary. Should the Fund default, the depositary would liquidate the investments and distribute the proceeds to the investors. In the worst case, however, you could lose your entire investment.

What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

We have classified this product as 5 out of 7, which is a medium-high risk class.

This rates the potential losses from future performance at a medium-high level, and poor market conditions will likely impact the capacity of the Sub-Fund to pay you.

Be aware of currency risk. In some circumstances, you may receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Beside the risks included in the risk indicator, other risks may affect the fund performance. Please refer to the fund prospectus, available free of charge at <https://funds.waystone.com/public>.

- 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,
- 10,000 EUR is invested.

Example Investment 10,000 EUR	if you exit after 1 year	if you exit after 5 years (recommended holding period)
Total Costs	235 EUR	1,636 EUR
Annual cost impact*	2.4%	2.5%

(*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 8.1% before costs and 5.6% after costs.

Composition of costs

One-off costs upon entry or exit		Annual cost impact if you exit after 1 year
Entry costs	0.00%, we do not charge an entry fee.	0 EUR
Exit costs	0.00%, we do not charge an exit fee for this product, but the person selling you the product may do so.	0 EUR
Ongoing costs taken each year		Annual cost impact if you exit after 1 year
Management fees and other administrative or operating costs	2.35% of the value of your investment per year. This is an estimate based on actual costs over the last year.	235 EUR
Transaction costs	0.00% 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.	0 EUR
Incidental costs taken under specific conditions		Annual cost impact if you exit after 1 year
Performance fees	There is no performance fee for this product.	0 EUR

How long should I hold it and can I take money out early?

Recommended holding period: 5 years

This product is designed for longer term investments; you should be prepared to stay invested for at least 5 years. However, you can redeem your investment without penalty at any time during this period, or hold the investment longer.

How can I complain?

You can send your complaint to the fund's management company as outlined at www.waystone.com/waystone-policies/ or under following postal address 19, rue de Bitbourg, L-1273 Luxembourg or by e-mail to complaintsLUX@waystone.com.

If you have a complaint about the person that advised you about this product, or who sold it to you, they will tell you where to complain.

Other relevant information

Cost, performance and risk The cost, performance and risk calculations included in this key information document follow the methodology prescribed by EU rules.

Performance scenarios You can find previous performance scenarios updated on a monthly basis at <https://funds.waystone.com/public>.

Past performance You can download the past performance over the last 6 years from our website at <https://funds.waystone.com/public>.

Additional information The details of the up-to-date remuneration policy of the Management Company, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of the persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee, are available on www.waystone.com/waystone-policies/, a paper copy will be made available free of charge upon request.

Azvalor Lux SICAV is an umbrella fund. The assets, the liabilities and the cash of each sub-fund are segregated by law.

The Sub-Fund is subject to the tax laws and regulations of Luxembourg. Depending of your own country of residence, this may have an impact on your investment. For more information, please consult a tax adviser.