



## Key Information Document (KID)

### 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

#### **EMERGING SOVEREIGN**

a sub-fund of EDMOND DE ROTHSCHILD FUND

Name of the manufacturer of the PRIIP (Packaged Retail Investment and Insurance-based Product): Edmond de Rothschild Asset Management (Luxembourg)

K EUR (H) ISIN : LU1897615388

Head office : 4, Rue Robert Stumper, L-2557 Luxembourg - Website of the manufacturer of the PRIIP : [www.edmond-de-rothschild.com](http://www.edmond-de-rothschild.com). Please call: +352 24881 for more information.

The *Commission de Surveillance du Secteur Financier* (CSSF) is responsible for supervising Edmond de Rothschild Asset Management (Luxembourg)

Edmond de Rothschild Asset Management (Luxembourg) is authorised in Luxembourg and supervised by the CSSF.

Production date of the Key Information Document (KID) : 13.05.2024

Warning : You are about to purchase a Product that is not simple and may be difficult to understand.

### What is this Product ?

#### Type

The Product is a sub-fund of EDMOND DE ROTHSCHILD FUND, a public limited liability company (*société anonyme*), incorporated as a "*société d'investissement à capital variable*" under Part I of the Luxembourg law of 17 December 2010 relating to undertakings for collective investment and qualifying as an undertaking for collective investment in transferable securities (UCITS).

#### Term

The lifespan of this Product is not limited.

#### Objectives

**Objective:** The Product's investment objective is to outperform its benchmark using discretionary management on all bond markets from emerging countries.

**Benchmark index:** The benchmark index is the JP Morgan EMBI Global Diversified Index hedged in EUR.

The performance of the benchmark index is calculated inclusive of coupons.

The benchmark index of the Product serves only for comparison purposes. The Product is actively managed.

**Investment policy:** The Product's investment strategy consists in constructing a portfolio that represents the Investment Manager's expectations on all bond markets and currencies from emerging countries. Geographic diversification includes the countries of Latin America, Africa, the Middle East, Asia, and Central and Eastern Europe.

The objective of the Product is to invest in bonds and Money Market Instruments, for minimum 80% and up to 110% of its net assets.

At least 60% of the Product's net assets are permanently invested in emerging debt markets.

The Product may invest up to 110% of its net assets in high yield bonds with a rating higher than CCC+ (i.e. with a rating lower than BBB- but higher than CCC+ according to Standard & Poor's, or an equivalent rating). Furthermore, at the discretion of the investment manager, the Product may invest up to 30% of its net assets in high yield bonds with a rating below the limit of B- (according to Standard & Poor's, or an equivalent rating) including up to 10% of its net assets in distressed securities. In the event of a rating downgrade of an issue, the investment manager will act according to his expectations and in the interest of investors and may continue to hold these debt securities which have been downgraded and the 10% limit for investment in distressed securities may be exceeded, up to a maximum of 20% of the Product's net assets.

The Product may invest up to 20% of its net assets in onshore RMB (CNY) denominated debt securities. Onshore RMB denominated debt securities (CNY) may include securities traded both directly on the Chinese interbank bond market (CIBM) and PRC Stock Exchanges. These investments will be made through the Bond Connect program.

The Product classifies as Article 8(1) SFDR as it promotes a combination of ESG characteristics, although no reference benchmark has been designated for the purpose of attaining the environmental or social characteristics.

In view of its ESG strategy, the Product promotes environmental characteristics but does not invest in environmentally sustainable economic activities. The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities, in the context of the Taxonomy Regulation.

The Product may invest directly, for exposure or hedging purposes, in currencies. This exposure to currencies of Emerging Countries forms an integral part of the Product's strategy, and the currency risk may account for 100% of its net assets.

Up to 20% of the Product's net assets may be invested in contingent convertible bonds.

To achieve its investment objective, the Product may use financial derivative instruments and may invest up to 100% of its net assets in eligible transferable securities which contain an embedded derivative.

The Product may invest up to 25% of its net assets into total return swaps (TRS).

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The Product will not invest directly in equities. The Product's Modified Duration to interest rates will fluctuate between 0 and 15.

The Class will be hedged against the EUR/USD exchange rate fluctuation.

**Income allocation:** Accumulation

#### Intended retail investor

The Product is intended for all subscribers and more specifically for investors wishing to maximise their bond investments through diversification via a portfolio invested in bond securities from emerging countries. This share is intended for institutional investors.

#### Practical information

Depository: Edmond de Rothschild (Europe)

You can buy or sell each day on which banks are generally open for business in Luxembourg and in France and any other day on which the French financial markets are open (official calendar of Euronext Paris S.A.). The Net Asset Value will not be calculated on Good Friday or 24 December (Christmas Eve). Orders must be received by the transfer agent no later than 12:30 p.m. (Luxembourg time) on the relevant Valuation Day.

More detailed information on EDMOND DE ROTHSCHILD FUND, the available sub-funds and share classes, such as the prospectus and the annual and semi-annual reports, may be obtained free of charge, in English, from the registered office of Edmond de Rothschild Asset Management (Luxembourg) at: 4 Rue Robert Stumper, L-2557 Luxembourg.

The latest published prices of the class, the information regarding the net asset value, the calculations of the monthly performance scenarios and the past performances of the Product are available on the website [www.edmond-de-rothschild.com](http://www.edmond-de-rothschild.com).

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

### Risk Indicator



Lower risk

Higher risk



The summary risk indicator assumes you keep the Product until maturity end of the recommended holding period (3 years).

The actual risk can vary significantly if you cash in at an early stage and you may get back less. 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. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity of the Product to pay you.

In addition, you will be exposed to the following risks (not captured in the synthetic risk indicator), namely:

**Credit risk** : When a significant level of investment is made in debt securities.

**Liquidity risk** : The markets for some securities and instruments may have limited liquidity. This limited liquidity could be a disadvantage to the Product, both in the realisation of the prices quoted and the execution of orders at desired prices.

**Impact of techniques such as derivative contracts** : The use of derivatives instruments can infer a decrease of the asset more significant than the decrease of the invested underlying assets or markets.

**Counterparty risk** : Where a Product is backed by collateral or has significant investment exposure through contracts with a third party.

**Operational risk** : The Product may suffer losses due to the failure of operational processes, including those related to the safekeeping of assets.

The occurrence of any of these risks may negatively impact the net asset value.

This Product does not include any protection from future market performance so you could lose some or all of your investment.

Beware of currency risk. If an Investment Product is denominated in a currency other than the official currency of the State in which this Product is marketed, the final gain will therefore depend on the exchange rate between the two currencies. This risk is not taken into account in the indicator above.

### Performance Scenarios

The figures shown include all the costs of the Product itself, but may not include 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.

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 presented represent examples using the best and worst performances, as well as the average performance of the Product and/or the appropriate benchmark indicator 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.

Investment EUR 10,000

The recommended holding period is 3 years.		If you exit after 1 year	If you exit after 3 years (recommended holding period)
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	EUR 4,590	EUR 5,560
	Average return each year	-54.1%	-17.8%
Unfavourable	What you might get back after costs	EUR 6,380	EUR 7,410
	Average return each year	-36.2%	-9.5%
Moderate	What you might get back after costs	EUR 10,290	EUR 10,570
	Average return each year	2.9%	1.9%
Favourable	What you might get back after costs	EUR 12,880	EUR 12,560
	Average return each year	28.8%	7.9%

This table shows the money you could get back over the recommended holding period of 3 years, under the different scenarios, assuming you invest EUR 10,000.

Unfavourable scenario : this scenario occurred for an investment between 12/2020 and 12/2023.

Moderate scenario : this scenario occurred for an investment between 05/2017 and 05/2020.

Favourable scenario : this scenario occurred for an investment between 12/2013 and 11/2016.

### What happens if Edmond de Rothschild Asset Management (Luxembourg) is unable to pay out ?

The Product's ability to pay out would not be affected by the insolvency of the manufacturer. You may however face a financial loss should the Depositary default on its obligations. Such default risk is limited as the Depositary is required by law and regulation to segregate its own assets from the assets of the Product. There is no compensation or guarantee scheme in place which may offset, all or any of, these potential losses.

## What are the costs ?

The person advising on or selling 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 over time.

### 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:

- 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 per year is invested.

Investment EUR 10,000	If you exit after 1 year	If you exit after 3 years (recommended holding period)
Total costs	EUR 126	EUR 404
Annual cost impact (*)	1.3%	1.3% 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 recommended holding period your average return per year is projected to be 3.15% before costs and 1.87% after costs.

We may share costs with the person selling the Product to you in order to cover the services they provide to you. If so, this person will inform you of the amount.

### Composition of Costs

Investment EUR 10,000 and annual cost impact if you exit after 1 year

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	We do not charge an entry fee for this Product.	EUR 0
Exit costs	We do not charge an exit fee for this Product (but the person selling the Product may do).	EUR 0
Ongoing costs (taken each year)		
Management fees and other administrative or operating costs	0.98% of the value of your investment per year. The impact of the costs that we take each year for managing this Product. This figure is based on actual costs over the last year.	EUR 98
Transaction costs	0.28% of the value of your investment per year. The impact of the costs of us buying and selling underlying investments for this Product. The actual amount will vary depending on how much we buy and sell.	EUR 28
Incidental costs taken under specific conditions		
Performance fees and carried interest	There is no performance fee for this Product.	EUR 0

These tables show the impact the different costs have on the investment return you might get back at the recommended holding period and the meaning of the different cost categories.

If you invest in this Product in the context of a life insurance contract or capitalisation contract, this document does not take into account the fees relating to this contract.

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

Recommended holding period : 3 years

This Product is designed for longer term investments. However, you can redeem your investment without penalty at any time during this time, or hold the investment longer.

You can buy or sell each day on which banks are generally open for business in Luxembourg and in France and any other day on which the French financial markets are open (official calendar of Euronext Paris S.A.). The Net Asset Value will not be calculated on Good Friday or 24 December (Christmas Eve). Orders must be received by the transfer agent no later than 12:30 p.m. (Luxembourg time) on the relevant Valuation Day.

## How can I complain ?

If you wish to make a complaint, please contact us by post or email :

Edmond de Rothschild Asset Management (Luxembourg), 4 Rue Robert Stumper, L-2557 Luxembourg

<http://www.edmond-de-rothschild.com>

Phone: +352 24881

## Other relevant information

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

Past performance data about this Product is presented for 5 year(s). For further information, please visit <https://funds.edram.com/en>.

When this Product is used as a unit-linked support for a life insurance or capitalization contract, the additional information on this contract, such as the costs of the contract, which are not included in the costs indicated in this document, the contact in the event of a claim and what happens in the event of failure of the insurance company are presented in the key information document of this contract, which must be provided by your insurer or broker or any other intermediary of insurance in accordance with its legal obligation.

Depending on your tax system, any capital gains and income related to the holding of shares in the Product may be subject to taxation. We advise you to inquire about this with the marketer of the Product or your tax advisor.

Other Product information documents are available in English and free of charge on request from the registered office of Edmond de Rothschild Asset Management (Luxembourg) at: 4 Rue Robert Stumper, L-2557 Luxembourg.

This Product promotes environmental or social characteristics within the meaning of Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (referred to as the "SFDR Regulation").

This information document is updated annually.