

# Key Information Document

HI UK Select Fund

A Sub-Fund of Hedge Invest International Funds Plc

GBP DM2 Dist Shares



## ➤ 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

<b>Name:</b>	HI UK Select Fund GBP DM2 Dist Shares
<b>ISIN:</b>	IE000HB7GTS2
<b>PRIP Manufacturer:</b>	Carne Global Fund Managers (Ireland) Limited
<b>PRIP Manufacturer Website:</b>	<a href="https://www.carnegroup.com">https://www.carnegroup.com</a>
<b>Telephone:</b>	+353 1 4896 800

The Central Bank of Ireland is responsible for supervising Carne Global Fund Managers (Ireland) Limited in relation to this Key Information Document.

The Fund is authorised in Ireland and regulated by the Central Bank of Ireland.

The key information document is accurate as at 17 June 2024.

The Fund is managed by Carne Global Fund Managers (Ireland) Limited (the "Manager") which is authorised in Ireland and regulated by the Central Bank of Ireland. Hedge Invest SGR P.A. (the "Investment Manager") has been appointed as investment manager to the Fund.

**You are about to purchase a product that is not simple and may be difficult to understand.**

## ➤ What is this product?

**Type:** This product is an OEIC.

**Term:** No fixed term.

**Objectives:** The Fund will seek to achieve the investment objective by investing primarily (at least 80%) in UK equity securities (defined as those issued by companies domiciled, incorporated or which have a significant proportion of their business in the UK) listed on Regulated Markets. These companies will typically have a market capitalisation of over £ 500 m at the time of investment. The Fund may also invest in other securities with equity characteristics, including but not limited to preferred stocks and depository receipts for such securities (such as global depository receipts), issued by companies in the UK. The Fund is not expected to have any bias towards any specific industrial or other market sector.

Subject to the requirements of the Central Bank, the Fund may utilise financial derivative instruments ("FDI") for investment purposes, in order to gain exposure to the securities set out above, or for hedging or efficient portfolio management purposes, such as increasing or decreasing exposure to index futures, depending on the volatility at that time, with the aim of managing the Fund's exposure to short term volatility in respect of UK equities. The FDI that the Fund may use are: options, futures and contracts for differences ("CFD"). CFDs may be in respect of single named equities, equity related securities (such as preferred stocks) and equity indices comprised of UK equities. FDIs may be traded on a Regulated Market or over-the-counter ("OTC"). Options used by the Fund may be equity options, index options and options on futures. The fund may use options to hedge positions, for example, by taking short positions on sector indices where there are long positions within the same sector. Futures used by the Fund may be equity futures and index futures. The Fund may use futures positions to hedge against market risk by buying or selling index futures that match the make-up of the Fund's portfolio. Additional information on an index or indices to which the Fund has gained exposure to via FDI may be obtained in the financial statements for the Fund.

The Fund generally takes long positions in securities that it has identified as undervalued and synthetic short positions it has identified as overvalued. Long positions may be held through a combination of direct investment and/or FDI and short positions will be held synthetically through FDI. The decision to take a short position is made upon a proper analysis of fundamental and technical factors that suggest a given security's price is expected to trend downward. The split between long and short positions will fluctuate at any given point over time depending on the direction dictated by the current investment themes. However, it is typically expected that the Fund will have 0% to 150% long and 0% to 150% short exposure based on the Net Asset Value of the Fund.

The Fund may also engage in repurchase, reverse repurchase and stock lending techniques for efficient portfolio management or hedging purposes.

The Fund may also invest in collective investment schemes established as UCITS, whose investment objectives are consistent with that of the Fund. Any investment in collective investment schemes shall not exceed in aggregate 10% of the Net Asset Value.

If deemed appropriate, such as in the event of significant volatility in the UK equities markets, the Fund may take a defensive investment strategy and may move the entire portfolio to cash or cash equivalents (which shall include, but shall not be limited to, short-term fixed income securities including commercial paper (i.e. investment grade short-term paper issued by credit institutions), money market obligations such as short and medium-term treasury bills and treasury notes (both fixed and floating rate), certificates of deposit and bankers' acceptances). Such investments may also be retained pending re-investment, or for use as collateral, subject to the requirements of the Central Bank, arising from the Fund's use of FDI if this is considered appropriate to the investment objective or for defensive purposes.

The Fund is actively managed and is not managed in reference to a benchmark.

Any net income (consisting of revenue, including any accrued interest and dividends less expenses) will be distributed to investors on a semi-annual basis. Investors can redeem shares every day (except a Saturday and Sunday) when the banks in Dublin and London are open for business.

For full investment objective and policy details, please refer to the "Investment Objective" and "Investment Policies" sections of the Fund's supplement.

**Intended retail investor:** The Fund is suitable for investors seeking to achieve long-term (>5 years) capital growth with low volatility through investment with variable net exposure in equities listed in Regulated Markets in Europe, having a risk tolerance broadly similar to that found in the European equities market. Investors should have knowledge and/or experience of these types of products, or seek appropriate investment advice.

**Depository:** The Fund's assets are held through its Depository, which is J.P. Morgan SE - Dublin Branch.

**Distribution type:** The product is distributing.

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

### Risk indicator

Lower risk

Higher risk



1 2 **3** 4 5 6 7



The risk indicator assumes you keep the product for 5 years.

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.

### Performance scenarios

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 and a suitable proxy 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.

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.

Example investment: GBP 10,000		1 year	5 years
<b>Minimum</b>	There is no minimum guaranteed return. You could lose some or all of your investment.		
<b>Stress scenario</b>	<b>What you might get back after costs</b>	GBP 8,840	GBP 6,140
	<b>Average return each year</b>	-11.64%	-9.28%
<b>Unfavourable scenario<sup>1</sup></b>	<b>What you might get back after costs</b>	GBP 8,840	GBP 9,480
	<b>Average return each year</b>	-11.64%	-1.05%
<b>Moderate scenario<sup>2</sup></b>	<b>What you might get back after costs</b>	GBP 10,220	GBP 10,240
	<b>Average return each year</b>	2.17%	0.47%
<b>Favourable scenario<sup>3</sup></b>	<b>What you might get back after costs</b>	GBP 11,070	GBP 11,730
	<b>Average return each year</b>	10.71%	3.25%

<sup>1</sup>This type of scenario occurred for an investment from 08/2018 to 08/2023.

<sup>2</sup>This type of scenario occurred for an investment from 05/2014 to 05/2019.

<sup>3</sup>This type of scenario occurred for an investment from 10/2013 to 10/2018.

## ➤ What happens if Carne Global Fund Managers (Ireland) Limited is unable to pay out?

The assets and liabilities of the Fund are segregated from those of the PRIIP Manufacturer. The assets of the Fund are held in safekeeping by the Depository. In the event of the insolvency of the PRIIP Manufacturer, the Fund's assets in the safekeeping of the Depository will not be affected. In the event of the insolvency of the Depository, you may suffer financial loss. There is no compensation or guarantee scheme in place which may offset, all or any of, your loss.

## ➤ What are the costs?

### Costs over time

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.

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 and how well the product does. 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
- GBP 10,000 is invested

Example Investment: GBP 10,000	If you cash in after 1 year	If you cash in after 5 years
Total costs	GBP 533	GBP 1,548
Annual cost impact(*)	5.33%	2.87%

(\*) 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 3.34% before costs and 0.47% after costs.

### Composition of costs

The table below shows the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period and the meaning of the different cost categories.

The table shows the impact on return per year		If you exit after 1 year	
One-off costs upon entry or exit	Entry costs	We do not charge an entry fee for this product.	GBP 0
	Exit costs	Up to 3.00% of your investment before it is paid out to you.	Up to GBP 309
Ongoing costs taken each year	Management fees and other administrative or operating costs	2.01% of the value of your investment per year. This is an estimate based on actual costs over the last year.	GBP 201
	Transaction costs	0.14% 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.	GBP 14
Incidental costs taken under specific conditions	Performance fees and carried interest	0.09% The actual amount will vary depending on how well your investment performs. The aggregated cost estimation above includes the average over the last 5 years. For additional information please refer to the "Fees and Expenses" section of prospectus and supplement.	GBP 9

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

The recommended minimum holding period: 5 years.

This Fund has no required minimum holding period but is designed for long term (>5 years) investment. This Fund may not be appropriate for investors who plan to withdraw their money within 5 years. The Fund is open-ended and, accordingly investors will have the right to request the redemption (whether in whole or in part) of their shares by contacting the Administrator of the Fund, J.P. Morgan Administration Services (Ireland) Ltd., as per the terms of the Prospectus. While it is not currently the intention of the Company, the Fund may, at the discretion of the Directors or the Manager, impose a Redemption Fee of up to 3% of the redemption proceeds in respect of Share classes.

## ➤ How can I complain?

If you have any complaints about the product, the conduct of the manufacturer or the person advising on the product, complaints can be lodged via the following methods:

E-mail: [complaints@carnegroup.com](mailto:complaints@carnegroup.com)

Mail: 3rd Floor, 55 Charlemont Place, Dublin, D02 F985, Ireland.

## ➤ Other relevant information

Further Information: We are required to provide you with further documentation, such as the Fund's latest Prospectus, annual and semi-annual reports.

These documents and other product information are available online at [www.hedgeinvest.it](http://www.hedgeinvest.it).

Past Performance and Performance Scenarios: For details of past performance, please see online at [www.hedgeinvest.it](http://www.hedgeinvest.it). For previous performance scenarios, please see [www.hedgeinvest.it](http://www.hedgeinvest.it).