

**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 4Change Net Zero Credit Euro P EUR

**PRODUCT**

**Product name:** R-co 4Change Net Zero Credit Euro

**ISIN:** FR0014004AX8 (P EUR units)

**Product manufacturer:** Rothschild & Co Asset Management

**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)

The Autorité des Marchés Financiers (AMF) is responsible for monitoring Rothschild & Co Asset Management with regard to this key information document, and Rothschild & Co Asset Management is authorised in France under number GP-17000014 and regulated by the AMF.

**Date of production of the KID:** 23/02/2024

**WHAT IS THIS PRODUCT?****Type**

Fonds Commun de Placement (FCP)

**Term**

The intended term of the fund is 99 years.

However, the fund will be wound up automatically if the unitholders redeem all of the units. Furthermore, the fund's Management Company may, at any time and for any reason, decide on the extension, early dissolution or liquidation of the fund.

**Objectives**

The fund is a UCITS in the "Bonds and other debt securities denominated in euro" category. Its investment objective is to outperform, net of management fees, its benchmark, the Markit iBoxx € Corporates with income reinvested, over the recommended investment horizon of at least three years. The fund's composition may deviate significantly from that of the benchmark. The fund implements a socially responsible investment strategy and a proactive approach to reducing carbon emissions, aimed at achieving the net zero target in 2050, based on two elements: (i) tougher selection criteria for the bonds in the portfolio based on the environmental practices of the issuing companies, and (ii) management of the carbon intensity of the assets in the portfolio for which the Management Company is able to track the carbon intensity. This must be: (i) at least 20% lower than that of the benchmark index; and (ii) follow a trajectory of a minimum reduction of 5% per year, with a target of 7%, measured at the end of each financial year and starting from the reference date of 31 December 2019. In order to attain its objective of a reduction in carbon emissions in line with the Paris Agreement, the fund invests in debt securities issued by two types of company: (i) leaders, defined as companies whose targets have been approved by the Science Based Targets initiative ("SBTi") made up of scientific experts on carbon emissions reductions and net zero targets; and (ii) in transition companies, defined as those companies that have already put in place ambitious reduction plans for carbon emissions, which have not yet been approved and for which targeted action plans have been established. Companies are selected according to temperature analyses carried out by Carbon4 Finance. Securities are chosen on the basis of fundamental analysis of companies' profitability, their market valuation, analysis of the economic environment, and extra-financial research. Definition of the eligible investment universe is structured around the exclusion: of companies that do not comply with the fundamental principles of the United Nations Global Compact and which, at the same time, are not aligned with the Rothschild & Co group's investment principles relating to thermal coal, and companies belonging to controversial sectors. Controversial sectors are defined as: controversial and nuclear weapons, tobacco, alcohol, pornography and gambling, and the 20% of companies in the initial investment universe (detailed in the prospectus) with the worst extra-financial ratings. Ratings are primarily sourced from an external data provider and are based on a best-in-class approach that favours companies with the best extra-financial ratings (from a best rating of AAA to CCC) within their business sector, but does not favour or exclude any sector. This means that the fund may invest in all types of sectors, including polluting sectors. The fund invests at least 90% of the net assets (hereinafter "NA") in fixed-income securities denominated in euro, with public issuers accounting

for up to 10% of NA, with any credit rating, including participating securities, index-linked bonds, subordinated bonds (including up to 20% of NA in contingent convertible bonds), fixed-rate, variable-rate and adjustable-rate negotiable debt securities, and negotiable medium-term notes, as well as convertible bonds (up to 10% of NA). The fund may hold up to 20% of the NA in high-yield (rated below BBB- by rating agencies or deemed equivalent by the Management Company) and/or unrated bonds. Callable and puttable bonds may represent up to 100% of the NA. The fund may hold up to 5% of the NA in equities, and up to 10% in securities and bonds issued by non-OECD governments and/or issuers having their registered office in a non-OECD country, including emerging markets. With a view to achieving its investment objective, especially as regards managing the portfolio's modified duration and credit risk, the fund may use forward financial instruments (in particular, credit derivatives, futures, options, performance swaps and currency forwards) and securities with embedded derivatives for hedging and/or exposure purposes, within the limit of 100% of its NA. The portfolio's modified duration\* will be held within a range of [0-8]. The portfolio's overall exposure, including exposure resulting from forward financial instruments, will not exceed 200%.

**Valuation frequency:** Daily. Centralisation of subscription/redemption (S/R) orders: every day at 12.00 noon at Rothschild Martin Maurel. Order execution: next NAV (unknown price). Settlement date of S/R orders: NAV + 2 business days. This unit is an accumulation unit. \**Modified duration measures the variation in the price of a fixed-rate bond when interest rates change. The longer the residual term of a bond, the higher the modified duration.*

**Intended retail investor**

With regard to the typical investor profile, the fund is intended for investors seeking an SRI vehicle and wanting to be mainly exposed to companies that are committed to limiting the impact of climate change, through investments in eurozone bonds.

Not available to US Persons.

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

**Practical information**

As the fund shares its revenue, the Management Company will deduct 0.15% of C EUR units' net assets each year and pass this on to Océan Polaire to help finance the POLAR POD expedition, an exceptional sea exploration project to study the Southern Ocean for scientific and educational purposes. This payment does not generate any tax benefits for unitholders, and the Management Company has expressly waived this right. 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:

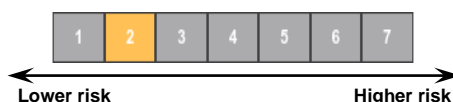
Rothschild & Co Asset Management - Service Commercial, 29 avenue de Messine, 75008 Paris.

The net asset value is published on the management company's website: <https://am.priips.rothschildandco.com>

Taxation: Vehicle for life insurance policies.

**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.



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

We have classified this product as 2 out of 7, which is a low risk class and primarily reflects its positioning on corporate and government bond instruments with modified duration between 0 and 8.

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

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.

#### Other materially relevant risks not 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.

None

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

#### Performance scenarios

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.

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.

The stress scenario shows what you might get back in extreme market circumstances. The unfavourable scenario occurred for an investment between September 2019 and September 2022. The moderate scenario occurred for an investment between March 2016 and March 2019. The favourable scenario occurred for an investment between December 2013 and December 2016.

Recommended holding period: 3 years			
Investment: €10,000			
Scenarios		If you exit after 1 year	If you exit after 3 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>	€7,400	€7,710
	Average return per year	-25.98%	-8.31%
<b>Unfavourable</b>	<b>What you might get back after costs</b>	€8,530	€8,610
	Average return per year	-14.69%	-4.88%
<b>Moderate</b>	<b>What you might get back after costs</b>	€9,820	€9,790
	Average return per year	-1.81%	-0.71%
<b>Favourable</b>	<b>What you might get back after costs</b>	€10,540	€10,400
	Average return per year	5.38%	1.30%

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

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

The fund is a co-ownership of financial instruments and deposits separate from the portfolio management company. In the event of this company's insolvency, fund assets held with the custodian will not be affected. In the event of the custodian's insolvency, the risk of financial loss on the fund is mitigated by the legal segregation of the custodian's assets from those of the fund.

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

#### WHAT ARE THE COSTS?

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.

##### Costs over time

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			
Scenarios		If you exit after 1 year	If you exit after 3 years
<b>Total costs</b>		€271	€416
<b>Impact of annual costs*</b>		2.73%	1.40%

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at end of the recommended holding period, your average return per year is projected to be 0.69% before costs and -0.71% 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>	2.00% of the amount that you pay in when entering the investment. This is the maximum amount that you will pay. The person selling you the product will inform you of the actual charge.	€200
<b>Exit costs</b>	We do not charge an exit fee for this product, but the person selling you the product may do so.	€0
<b>Ongoing costs taken each year</b>		
<b>Management fees and other administrative or operating costs</b>	0.55% of the value of your investment per year. This is an estimate based on actual costs over the last year.	€54
<b>Transaction costs</b>	0.18% 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.	€18
<b>Incidental costs taken under specific conditions</b>		
<b>Performance-related fees</b>	There is no performance-related fee for this product.	€0

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

**Recommended holding period: 3 years**, mainly because of its positioning on corporate and government bond instruments with modified duration between 0 and 8.

Cashing out early is possible each day. Subscription/Redemption (S/R) orders are centralised every day at 12.00 pm at Rothschild Martin Maurel. Orders are executed at the next NAV (unknown price). 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 - 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>

The fund has sustainable investment as its objective, within the meaning of Article 9 of the SFDR. The fund seeks financial gain while pursuing environmental, social and governance objectives. Investments will comply with the ESG policy, and Principal Adverse Impacts Policy, which are available at: <https://am.fr.rothschildandco.com/en/responsible-investing/documentation/>

Any saver or investor who has an individual dispute with a financial intermediary may refer the matter to the AMF Ombudsman.

Where this product is used as a unit-linked vehicle for a life insurance or endowment policy, further information about this policy such as (i) policy costs that are not included in the costs shown within this document, (ii) the person to contact in the event of a complaint, and (iii) what happens in the event of the insurance company's insolvency, are presented in the policy's key information document, which your insurer or broker or any other insurance intermediary is legally required to provide you with.

The fund's prospectus with rules (Switzerland edition), key investor information, and annual and semi-annual reports, may be obtained free of charge from the representative in Switzerland. Representative in Switzerland: Rothschild & Co Bank AG, Zollikerstrasse 181, 8034 Zurich. Paying agent in Switzerland: Rothschild & Co Bank AG, Zollikerstrasse 181, 8034 Zurich.