

# 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

### Czechrenta Responsible Investing

Sub-fund of KBC Renta

Capitalisation shares

ISIN-code: LU0095279401

Manufacturer of the product: KBC Asset Management NV (Part of the KBC Group)

[www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) or [www.cbc.be/documentation-investissements](http://www.cbc.be/documentation-investissements) - call +32 78 152 153 (NL)/ +32 78 152 154 (FR KBC) / +32 81 80 18 80 (FR CBC)/ +32 78 353 137 (EN) for more information.

The Commission de Surveillance du Secteur Financier (CSSF) is responsible for supervising KBC Asset Management NV in relation to this Key Information Document. This product is authorised in Luxembourg.

KBC Asset Management NV is authorised in Belgium and regulated by the Financial Services and Markets Authority (FSMA).

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## What is this product?

### Type

This product is a fund. Capitalisation is a shareclass of the sub-fund Czechrenta Responsible Investing, a sub-fund of the open-ended investment company governed by Luxembourg law, KBC Renta. This open-ended investment company does fulfil the requirements of the UCITS Directive (\*).

### Term

Unlimited

### Objectives

KBC Renta Czechrenta Responsible Investing aims to generate a return by investing chiefly in securities denominated in Czech koruna. The fund invests at least 75% of its assets in bonds and debt instruments with an investment grade credit rating\*, i.e. at least BBB-/Baa3 (long term), A3/F3/P3 (short term) from Standard & Poor's or an equivalent rating from Moody's or Fitch and/or in government bonds issued in local currency and/or non-subordinated corporate bonds\* to which none of the aforementioned agencies has assigned a rating but the issuer of which holds an investment grade rating from at least one of the agencies listed above.\* in the event of the issuer's failure, subordinated bonds are ranked below the company's other debts: these other debts will be redeemed first. Only then, assuming sufficient capital remains, will the holders of subordinated bonds be reimbursed, whether fully or in part. Holders of subordinated bonds do, however, enjoy priority over the shareholders of the relevant issuer.

The fund invests max. 25% of its assets in bonds and debt instruments that have a credit rating below investment grade or that have not received a rating from the aforementioned agencies. The sub-fund may invest in bank deposits (up to 1/3 of total assets), money market instruments (up to 1/3 of total assets) and money market funds (up to 1/10 of total assets) to achieve its investment objective, for cash flow purposes and/or in the event of unfavourable market conditions. The sub-fund will not invest in distressed and defaulted securities at the time of purchase.

Within the limitations described above, the fund pursues responsible investing objectives based on a dualistic approach: a negative screening and a positive selection methodology.

The negative screening entails that the fund may not invest in assets of issuers that are excluded based on exclusion criteria (including tobacco, gambling activities and weapons). More information on the exclusion policy can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The positive selection methodology is a combination of portfolio targets and supporting sustainable development.

Portfolio targets are based on a reduction in greenhouse gas intensity and an improvement in ESG characteristics versus its reference portfolio.

Sustainable development is supported by investing in bonds that finance green and/or social projects and in issuers contributing to the UN Sustainable Development Goals.

More information on the positive selection methodology and the concrete goals of the fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds and in the annex to the prospectus for this fund.

The fund is denominated in Czech koruna.

The fund's reference index is JP Morgan Government Bond Index (GBI) Czech Republic. The fund has the objective of outperforming the reference index. For detailed information on the index, see [www.jpmorgan.com](http://www.jpmorgan.com).

The fund is actively managed and does not set out to track the benchmark index. The benchmark is used for measuring the fund's portfolio in terms of performance and for portfolio composition. The majority of the fund's bond holdings will be components of the benchmark. The manager may use discretionary powers to invest in bonds not included in the benchmark index in order to benefit from the sub-fund's specific investment opportunities.

The sub-fund's investment policy restricts the extent to which the portfolio holdings may deviate from the benchmark. This deviation is measured by means of the tracking error, which indicates volatility in the performance difference between the sub-fund and its benchmark. The expected tracking error is set at 0.75 %. Investors should be aware that the actual tracking error may vary depending on market conditions. A fund that deviates less from the benchmark is less likely to outperform it.

The fund reinvests any income received in the manner set out in the prospectus (for more details, see section 6 of the information concerning this sub-fund in the prospectus).

### Practical information

The custodian of KBC Renta is Brown Brothers Harriman (Luxembourg) S.C.A.

You can obtain a copy of the prospectus in French or English and the most recent annual and half-yearly report in English, free of charge from any branch or agency of the financial service provider(s):

- Brown Brothers Harriman (Luxembourg) S.C.A.

or KBC Asset Management NV (Havenlaan 2, 1080 Brussels, Belgium) or via the following website: [www.kbc.be/kid](http://www.kbc.be/kid).

The details of the up-to-date remuneration policy, including but not limited to, a description of how the remuneration and benefits are calculated as described under

point 23.7 of the prospectus, can be consulted on following website : [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) (Remuneration Policy) and is available free of charge from any branch or agency of the financial service provider KBC Bank NV or KBC Asset Management NV.

You can find the most recent net asset value\* at [www.kbc.be/retail/en/investments/net-asset-values/value.html](http://www.kbc.be/retail/en/investments/net-asset-values/value.html). You can read all other practical information at: [www.kbc.be/kid](http://www.kbc.be/kid).

This key information document describes Capitalisation, a shareclass of Czechrenta Responsible Investing, a sub-fund of the open-ended investment company (sicav)\* under Luxembourg law KBC Renta.

The prospectus and periodic reports cover all sub-funds of the open-ended investment company.

Each sub-fund of KBC Renta should be considered as a separate entity. Your rights as an investor are restricted to the assets of the sub-fund. The obligations of each individual sub-fund are covered only by the assets of that sub-fund.

You may exchange your investment in units in this sub-fund for units in another sub-fund. You can find more information about this in section 16 of the prospectus.

Orders for fund units are executed daily (for more details see section 15.3,16,17 of the information concerning this sub-fund in the prospectus).

## Intended retail investor

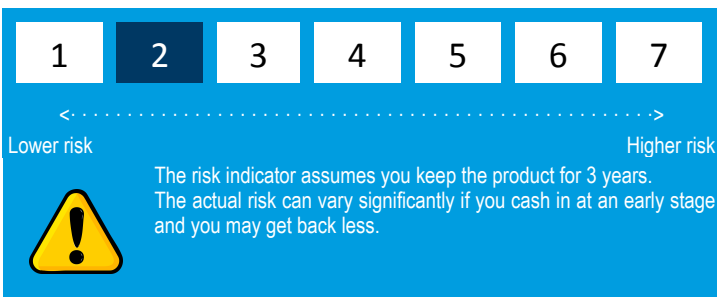
The product is aimed at retail investors who want to build up wealth and have an investment horizon of around 3 years.

These investors are willing to take a certain amount of risk for a potentially higher return and can bear losses under adverse conditions.

These investors have at least a basic knowledge of and/or experience with investing.

## 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 2 out of 7, which is a low risk class.

2 is typical for bond funds, which tend to have an indicator of 2 or 3. Bond funds are generally less sensitive to the markets than equity funds, which tend to have an indicator of 4 or even 5 in some cases. The value of bond funds is especially sensitive to changes in interest rates, since the interest on these bonds is fixed in advance and does not go up when market rates increase. If rates go up, the value of the bonds already in the fund will fall.

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

If we are not able to pay you what is owed, you could lose your entire investment.

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of credit risk: the assets are primarily - but not exclusively - invested in bonds with an investment grade rating. Consequently the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
- a high level of concentration risk: there is a concentration of investments in the Czech Republic.

There is no capital protection.

### 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 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.

Recommended holding period: 3 years

Example Investment: 250 000 CZK

If you exit after 1 year

If you exit after 3 years

### Scenarios

Scenarios		If you exit after 1 year	If you exit after 3 years
<b>Minimum</b>	<b>There is no minimum guaranteed return. You could lose some or all of your investment.</b>		
<b>Stress</b>	<b>What you might get back after costs</b> Average return each year	<b>185 700 CZK</b> -25.72%	<b>187 150 CZK</b> -9.20%
<b>Unfavourable</b>	<b>What you might get back after costs</b> Average return each year	<b>209 130 CZK</b> -16.35%	<b>201 350 CZK</b> -6.96%
<b>Moderate</b>	<b>What you might get back after costs</b> Average return each year	<b>240 870 CZK</b> -3.65%	<b>231 680 CZK</b> -2.50%
<b>Favourable</b>	<b>What you might get back after costs</b> Average return each year	<b>268 160 CZK</b> 7.26%	<b>266 160 CZK</b> 2.11%

Unfavourable scenario on 3 years or less: This type of scenario occurred for an investment between November 2019 and October 2022.

Moderate scenario on 3 years: This type of scenario occurred for an investment between January 2021 and December 2023.

Favourable scenario on 3 years: This type of scenario occurred for an investment between January 2014 and December 2016.

## What happens if KBC Asset Management NV is unable to pay out?

Because you invest directly in the fund, the failure of the Management Company, KBC Asset Management NV, to make distributions (for example, due to insolvency) would have no direct consequences on the ability of the fund to make distributions.

In the event that the fund itself fails to make distributions, you may lose your investment entirely. The fund is not covered by any compensation, guarantee scheme or any other form of investor guarantee.

## 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 and 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 you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario
- 250 000 CZK is invested.

	If you exit after 1 year	If you exit after 3 years
<b>Total costs</b>	<b>11 877 CZK</b>	<b>18 132 CZK</b>
Annual cost impact (*)	4.8%	2.4% 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 -0.1% before costs and -2.5% after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

These figures include the maximum distribution fee that the person selling you the product may charge: 2.50% of the amount invested. This person will inform you of the actual distribution fee.

### Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
<b>Entry costs</b>	Max. 2.50% of the amount you pay in when entering this investment. This includes distribution costs of max. 2.50% of amount invested.	6 250 CZK
<b>Exit costs</b>	Max. 1.00% of your investment before it is paid out to you.	2 500 CZK
<b>Ongoing costs taken each year</b>		
<b>Management fees and other administrative or operating costs</b>	0.96% of the value of your investment per year. This is an estimate based on actual costs over the last year.	2 395 CZK
<b>Transaction costs</b>	0.29% 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.	732 CZK
<b>Incidental costs taken under specific conditions</b>		
<b>Performance fees</b>	There is no performance fee for this product.	0 CZK

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

### Recommended holding period: 3 years

Given the investment strategy of this product, we recommend holding on to this product for 3 years or longer. The holding period is determined with the aims to reduce the timing risk when entering and exiting the product, and to ensure sufficient time for the underlying assets to recover in case of unfavourable market conditions. According to our estimates, the probability of getting a positive return is higher when you hold on to the recommended holding period or longer. You can exit this product before the recommended holding period, but in that case the probability of getting less back than the initial investment is higher.

## How can I complain?

For complaints about the product or the conduct of the manufacturer or person selling or advising on the product, your intermediary is the first point of contact. If you cannot reach agreement, you can contact [klachten@kbc.be](mailto:klachten@kbc.be) Tel. 016/ 43 25 94, Brusselsesteenweg 100 3000 Leuven, or [gestiondesplaintes@cbc.be](mailto:gestiondesplaintes@cbc.be) Tel. 081 803 163, Avenue Albert I 5000 Namur or [ombudsman@ombudsfm.be](mailto:ombudsman@ombudsfm.be) Tel. 02 545 77 70, North Gate II, Koning Albert II-laan 8 bus 2 1000 Brussels. You can find the complete complaints procedure at [www.kbc.be/suggestion-or-complaint](http://www.kbc.be/suggestion-or-complaint) or [www.cbc.be/suggestion-ou-plainte](http://www.cbc.be/suggestion-ou-plainte). However, you always retain the right to initiate legal proceedings.

## Other relevant information

Detailed information on this product and the associated risks can be found in the documentation relating to the fund. Be sure to read this information before signing up. You can obtain the information free of charge from your intermediary. You can find information about the past performance of this product during the past 10 years in the past performance information document on the following website: [www.kbc.be/fund-performance](http://www.kbc.be/fund-performance).

You can find previous performance scenario calculations on the following website: [www.kbc.be/fund-performance](http://www.kbc.be/fund-performance).

\*see glossary of Key Information Document terms at: [www.kbc.be/kid](http://www.kbc.be/kid).