



## Key Information Document

# R-co Lux Valor C EUR

### 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

**Product name:** R-co Lux Valor , a sub-fund of R-co Lux

**ISIN:** LU1303788621 (Share C EUR)

**Product Manufacturer:** Rothschild & Co Investment Managers

**Website:** <https://www.lu.rothschildandco.com>. For additional information, please contact our client service team by telephone at +33140744084 or by email at [clientserviceteam@rothschildandco.com](mailto:clientserviceteam@rothschildandco.com)

The Fund is authorized in Luxembourg and supervised by the Commission de Surveillance du Secteur Financier (CSSF). The CSSF is responsible for supervising Rothschild & Co Investment Managers in relation to this Key Information Document. Rothschild & Co Investment Managers is authorized in Luxembourg and regulated by the CSSF.

**Date of production:** 28/06/2024

### WHAT IS THIS PRODUCT?

#### Type

Sub-fund of R-co Lux, a Luxembourg Société d'Investissement à Capital Variable composed of several separate sub-funds, and qualifying as a UCITS. This Fund may be composed of other share classes marketed in your Member State. The prospectus and periodic reports are prepared for the entire SICAV and English versions of the full prospectus, reports and accounts may be obtained free of charge at the registered office of the Management Company or the Administrative Agent. The assets and liabilities of each sub-fund of the SICAV are segregated by law. Shareholders have the right to exchange their investment in shares of the Fund for shares in another sub-fund of the SICAV as detailed in the prospectus and information on this procedure may be obtained from the Management Company or the Administrative Agent.

#### Term

Each of the SICAV and the Fund has been established for an unlimited period. The SICAV's Board of Directors may dissolve the SICAV, any sub-fund or any class of Shares in accordance with Luxembourg law and the SICAV's Articles of Incorporation.

#### Objectives

The investment objective of R-co Lux Valor (the "Fund") is to achieve a performance by investing primarily on global equity and fixed-income markets by implementing discretionary management particularly relying on the selection of financial instruments based on the financial analysis of issuers. The Fund invests in fixed-income transferable debt securities or convertible bonds, equities or equity related securities and in UCITS and/or other UCI (up to 10% of the net assets) having as main objective to invest in the above-mentioned asset classes, depending on market opportunities.

The Fund is not managed with reference to an index, it is actively managed on a discretionary basis.

The Fund may therefore invest in and/or be exposed to:

- 0-75% in fixed income transferable debt securities issued by governments, public or private companies, across all maturities, rated investment grade or otherwise (with up to 20% of the net assets in high-yield securities and up to 10% of net assets in unrated securities). The Fund may invest up to 10% of its net assets in asset-backed securities, mortgage-backed securities, contingent convertible securities. The Fund does not invest in securities that are considered as in distress or in default at the time of investment. Should those securities become distressed or in default, the Fund may continue to hold them up to 10% of its net assets and shall proceed at the earliest opportunity and in the best interest of the Shareholders to sell any holdings in excess of

this threshold. The Fund will invest in and/or be exposed to bonds, negotiable debt securities (such as treasury bill, certificates of deposit, and euro commercial paper), of all maturities at fixed, variable or floating rates, profit-sharing securities, index-linked bonds, convertible bonds (up to 20%). The public/private debt mix is not determined in advance and will be achieved on the basis of market opportunities.

- 25-100% in equities across all industrial sectors, geographical zones and market capitalisation of global stock market (with up to 20% in small caps stocks and 100% in non OECD country equities). The geographic and sectorial mix of issuers is not determined in advance and will be achieved on the basis of market opportunities.

- 0-10% in UCITS and/or other UCI;

- Liquid assets on an ancillary basis.

The Fund will invest continuously at least 25% of its total net assets into equity participations, as defined by German fund tax law (applicable provisions of the German Investment Tax Act 2018 and administrative decrees issued by the German tax authorities"). In order to achieve its investment objective, the Fund may also use listed or OTC derivatives (interest rate and index swaps, forward contracts, and equity, lending and borrowing of securities, interest-rate, currency and index futures and options). With this in mind, it hedges its assets against or exposes its assets to economic sectors, geographical regions, currencies, interest-rates, equities, other type-securities and indexes.

The Reference Currency of the Fund is the EUR.

The positive contribution of environmental, social and governance (ESG) criteria can be taken into account in investment decisions, without being a determining factor in investment decisions.

**Valuation frequency:** any Bank Business Day in Luxembourg and in France (D). Cut-off for subscription/redemption (S/R): 2:00 p.m. (CET) on any Bank Business Day (D-1) preceding the relevant Valuation Day (D). Settlement date of S/R orders: 2 Bank Business Days following the Valuation Day (D+2).

This is a Share of capitalization, any income will be reinvested.

#### Intended retail investor

An investment in the Fund is suitable for institutional or retail investors who are looking for a diversified investment vehicle (allowing exposure to fixed-income and/or equities, depending on market opportunities); can afford to set aside capital for at least 5 years; and can tolerate significant volatility.

Recommendation: this Fund may not be appropriate for investors who plan to withdraw their money within less than 5 years.

#### Practical information

Depository and Administrative agent: CACEIS Bank, Luxembourg



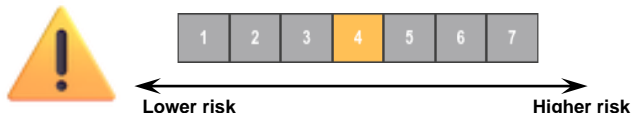
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Investment Manager: Rothschild & Co Asset Management  
Additional information about the Fund and the SICAV (including English versions of the prospectus, the articles of incorporation, the latest annual reports and any subsequent semi-annual

reports), along with other practical information including the latest share price and the procedure for the exchange of Shares from one sub-fund to another sub-fund, may be obtained free of charge at the registered office of the Management Company or from the Administrative Agent.

## WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

### Risk indicator



The risk indicator assumes you keep the product until 5 years, the actual risk may 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 4 out of 7, which is a medium risk class, and reflects its exposure to equity and fixed income markets. This rates the potential losses from future performance at a medium level, and poor market conditions could impact our capacity to pay you. The risk category shown is not guaranteed and may shift over time. The lowest category does not mean “risk free”.

### Other materially relevant risks not taken into account by the indicator:

**Equity risk:** Shares' prices on equity markets may fluctuate namely pursuant to investor's expectations or anticipations, causing high potential volatility risk. Volatility on equity markets has historically been much greater than the volatility of fixed income markets.

**Credit risk:** Funds investing in debt securities issued by a public, corporate, bank or sovereign organization are exposed to the possibility that this issuer will not be able to reimburse debt holders (principal and interest payment). In addition, if after acquisition the perceived risk of failure increases, the value of such securities is likely to decrease.

**Changing interest rates risk:** The market value of fixed income securities may rise or fall inversely with changes in interest rates. Interest rate involves the risk that, when interest rates increase, the market-value of fixed-income securities tends to decline.

**Derivative risk:** Funds may enter into listed and unlisted derivative instruments in order to have an exposure to underlying assets or to protect their direct assets. These instruments are volatile and may be subject to various types of risks, including but not limited to market risk, liquidity risk, credit risk, counterparty risk, legal and operations risks. These derivative instruments may cause the Funds to have higher market exposure than they would have otherwise, which may in some case increase losses.

**Foreign exchange/currency risks:** Funds may invest in securities denominated in a number of different currencies other

than their reference currency. Changes in foreign currency exchange rates will affect the value of some securities and bring additional volatility.

**Risk associated with ABS/MBS:** Mortgage-backed (“MBS”) and asset-backed securities (“ABS”) provide exposure, synthetically or otherwise, to underlying assets and their risk/return profile is determined by the cash flows derived from such assets. The price of such securities could be contingent on, or highly sensitive to, changes in the underlying components of the securities. These securities are subject to high degrees of credit, valuation and liquidity risks.

**Risk associated with contingent convertible securities ('CoCos'):** CoCos are a form of hybrid debt security issued by banks to meet post financial crisis regulatory requirements, in particular to absorb losses in times of stress and are intended to either convert into equity or have their principal written down upon the occurrence of certain 'triggers' linked to regulatory capital thresholds or where the issuing banking institution's regulatory authorities considers this to be necessary. Because conversion occurs after a specified event, conversion may occur when the share price of the underlying equity is less than when the security was issued or purchased, resulting in greater risk of capital loss compared to conventional convertible securities. There are also specific risks related to trigger levels (trigger levels differ and determine exposure to conversion risk depending on the distance of the capital ratio to the trigger level), cancellation of coupons (Coupon payments on AT1 instruments are entirely discretionary and may be cancelled by the issuer at any point, for any reason, and for any length of time), capital structure inversion (In certain scenarios, holders of CoCos may suffer losses of capital when equity holders do not), call extension (some CoCos are issued as perpetual instruments, callable at pre-determined levels only with the approval of the competent authority). Furthermore it is uncertain how CoCos will perform.

This product does not include any protection from future market performance so you could lose some or all of your investment. Please refer to the Prospectus for additional details on risks.

### Performance scenario

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 get will 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 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 03/2015 and 03/2020. The moderate scenario occurred for an investment between 11/2015 and 11/2020. The favourable scenario occurred for an investment between 06/2016 and 06/2021.



Recommended holding period : 5 years

Investment: 10,000 €

| Scenario            |  | If you exit after 1 year | If you exit after 5 years |
|---------------------|--|--------------------------|---------------------------|
| <b>Minimum</b>      | <b>Monetary amount. You could lose some or all of your investment.</b> |                          |                           |
| <b>Stress</b>       | <b>What you might get back after costs</b>                             | 1,990 €                  | 2,060 €                   |
|                     | Average return each year   | -80.14 %                 | -27.12 %                  |
| <b>Unfavourable</b> | <b>What you might get back after costs</b>                             | 8,470 €                  | 10,600 €                  |
|                     | Average return each year   | -15.34 %                 | 1.18 %                    |
| <b>Moderate</b>     | <b>What you might get back after costs</b>                             | 10,440 €                 | 14,020 €                  |
|                     | Average return each year   | 4.39 %                   | 6.99 %                    |
| <b>Favourable</b>   | <b>What you might get back after costs</b>                             | 14,180 €                 | 17,780 €                  |
|                     | Average return each year   | 41.78 %                  | 12.19 %                   |

## WHAT HAPPENS IF ROTHSCHILD & CO INVESTMENT MANAGERS IS UNABLE TO PAY OUT?

A default of Rothschild & Co Investment Managers would have no effect on your investment as the Fund's assets are held in custody by the Depositary. In case of default of the Depositary, the Fund's risk of financial loss is mitigated as the assets of the Depositary are segregated from those of the Fund. Investment in the Fund is not guaranteed or covered by a national clearing system.

## 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 that: (i) 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; (ii) 10,000 € is invested.

Investment: 10,000 €

| Scenarios                  | If you exit after 1 year | If you exit after 5 years |
|----------------------------|--------------------------|---------------------------|
| <b>Total costs</b>         | 445 €                    | 1,377 €                   |
| <b>Annual cost impact*</b> | 4.49 %                   | 2.26 %                    |

(\*)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 9.25 % before costs and 6.99 % 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>   | 3.00 % of the amount you pay in when entering this investment. This figure includes the maximum distribution fee that the person selling you the product may charge. This person will inform you of the actual distribution fee. | 300 €                    |
| <b>Exit costs</b>  | 0.00 % of your investment before it is paid out to you   | 0 €                      |
| <b>Ongoing costs taken each year</b>                               |  |                          |
| <b>Management fees and other administrative or operating costs</b> | 1.40 % of the value of your investment per year*. This is an estimate based on actual costs over the last year.  | 136 €                    |
| <b>Transaction costs</b>   | 0.09 % 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.   | 9 €                      |
| <b>Incidental costs taken under specific conditions</b>            |  |                          |
| <b>Performance fees and carried interest</b>                       | There is no performance fee for this product.  | 0 €                      |

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

**Recommended holding period: At least 5 years** The recommended holding period has been selected due to the Sub-Fund's exposure to equity and fixed income markets.

Valuation frequency: any Bank Business Day in Luxembourg and in France (D). Cut-off for subscription/redemption (S/R): 2:00 p.m. (CET) on any Bank Business Day (D-1) preceding the relevant Valuation Day (D). Settlement date of S/R orders: 2 Bank Business Days following the Valuation Day (D+2).

## HOW CAN I COMPLAIN?

Any client or investor may submit any complaint free of charge by email or telephone addressed to his/her usual contact within Rothschild & Co Investment Managers, or by writing to the Complaints Managers at the following address: Rothschild & Co Investment Managers, For the attention of the Complaints Manager, 21-27 rue d'Eprenay, L-1490 Luxembourg or alternatively by email to LUX.R&CoIM.COMPLIANCE@Rothschildandco.com. Information on customer complaints is available on the management company's website <https://rcim.am.eu.rothschildandco.com>.

## OTHER RELEVANT INFORMATION

Additional information about the Fund and the SICAV (including English versions of the prospectus, annual and semi-annual reports) may be obtained free of charge at the registered office of the Management Company or the Administrative Agent. The net asset value is published on the website of the management company at the following address: <https://am.lu.rothschildandco.com/> or may be obtained at the registered office of the Management Company or the Administrative Agent.

Information about the Fund's past performance over 10 years is available at <https://am.priips.rothschildandco.com/>.