



## **EQUITY EURO CORE (the "Sub-Fund"), a Sub-Fund of EDMOND DE ROTHSCHILD FUND (the "Fund")**

**Share Class B EUR (the "Class") - LU1730855084**

Management Company : Edmond de Rothschild Asset Management (Luxembourg)

### **Objectives and Investment Policy**

**Objective:** The Sub-Fund's objective is to outperform its benchmark through exposure to equity markets, primarily in the Eurozone, by selecting securities on a discretionary basis in an investment scope comparable to its benchmark.

Environmental, social and governance (ESG) criteria are one of the components subject to management, although their weighting in the final decision is not defined beforehand.

**Benchmark index:** MSCI EMU (NR) Index, net dividends reinvested. The benchmark index will be expressed in the Sub-Class currency.

The Sub-Fund is actively managed and is not designed to track the Index. Therefore, the composition of the portfolio holdings is not constrained by the composition of the Index and the deviation of portfolio holdings from the Index may be significant.

**Investment policy and investment restrictions:** The Investment Manager will systematically include environmental, social and governance (ESG) factors in their financial analysis in order to select the highest-rated companies.

At least 90% of the companies in the portfolio will have an ESG rating. This will be either a proprietary ESG rating or a rating provided by an external non-financial rating agency. At the end of this process, the Sub-Fund will have an ESG rating that is greater than that of its investment universe.

Furthermore, the security selection process also includes a negative filter to exclude companies that contribute to the production of controversial weapons in compliance with international conventions in this area as well as companies that are exposed to activities related to thermal coal or tobacco in accordance with the exclusion policy of Edmond de Rothschild Group, which is available on its website.

The Sub-Fund 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.

The Sub-Fund uses an active stock-picking management strategy with no market capitalization or style constraint and aims to select companies in one of the four following themes: cyclical recovery, new business plan, visible growth and/or shareholder return.

At least 75% of the Sub-Fund's net assets will be invested in European Union or other EEA equities, or, until 30 September 2021, UK equities directly and/or via UCIs, with a minimum of 65% in Eurozone equities. Depending on the Investment Manager's expectations of developments on the equity markets, and in order to leverage or protect performance, the Sub-Fund may invest in Convertible Bonds issued in the Eurozone, subject to a maximum of 25% of its net assets or, for European Convertible Bonds issued outside of the Eurozone, up to a 10% limit of its net assets.

These Convertible Bonds, without restriction in terms of maturity, will be selected from among private, public or assimilated "investment grade" issues, on the basis of their expected yield and correlation with the underlying equities.

For cash management purposes, the Sub-Fund may invest up to 25% of its net assets in transferable debt securities, Money Market Instruments and Money Market Funds. The Sub-Fund will seek issues from public or private issuers that are rated Investment Grade at the time of purchase (i.e. which rating are higher than or equal to BBB- according to Standard & Poor's, or an equivalent rating attributed by another independent agency, or a deemed equivalent rating attributed by the Investment Manager for non-rated securities), with a short-term maturity of less than three months.

Exposure to equity risk will be limited to 110% of the Sub-Fund's net assets.

Exposure to currency risk will remain limited to 10% of the Sub-Fund's net assets.

The Sub-Fund may use financial derivative instruments to achieve its investment objective in accordance with the restrictions and limits set out in Chapter 5. "Investment restrictions". Such instruments may also be used for the purpose of hedging. These instruments may include, but are not limited to:

- equity options and equity-index contracts to reduce equity volatility and increase the Sub-Fund' exposure to a limited number of equities;
- equity-index futures contracts to manage exposure to equities;
- forward currency contracts (forward foreign exchange contracts or foreign exchange futures) or currency swaps to hedge exposure to certain currencies in the case of stocks from outside the Eurozone;
- equity swaps including equity TRS.

The Sub-Fund will enter into TRS for such percentage of assets as set out in the table in section D.(9) of Chapter 5 Investment Restrictions.

The Sub-Fund will not use SFT.

The Sub-Fund will not invest in Contingent Convertible Bonds.

Up to the limit of 10% of its net assets, the Sub-Fund may invest in units or shares of UCITS or other Investment Funds.

#### **Recommended holding period of 5 years**

**Frequency of share buying or selling:** 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.) is a Valuation Day. The Net Asset Value will not be calculated on Good Friday or 24 December (Christmas Eve) for orders received by the transfer agent no later than 12:30 p.m. (Luxembourg time) on the relevant Valuation Day.

**Income allocation:** Distribution

### **Risk and Reward Profile**



The definition of the risk and reward category is based on the historical performance data and/or the risk limit indicated in the Sub-Fund's investment policy. It may not be a reliable indication of the future risk profile of the Sub-Fund. The risk and reward category shown may change over time. Category 1 does not mean that an investment is risk-free. Investors should note that the Sub-Fund is not guaranteed or capital protected.

This Sub-Fund is rated in category 6, in line with the type of securities and geographic regions detailed under the heading "Objectives and investment policy", as well as the currency of the unit.

#### **Significant risks not taken into account in this indicator:**

**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 Sub-Fund, 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 Fund is backed by collateral or has significant investment exposure through contracts with a third party.

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

## Charges

| One-off charges taken before or after you invest   |       |
|--|-------|
| Entry charge   | 3.00% |
| Exit charge  | None  |
| This is the maximum that might be taken out of your money before it is invested or paid out.   |       |
| Charges taken from the Fund over a year  |       |
| Ongoing charges  | 2.38% |
| Charges taken from the Fund under certain specific conditions  |       |
| <b>Performance fee</b>   |       |
| Until 30/09/2021 : 15% per year of the outperformance of the Class compared to the benchmark index MSCI EMU (NR) Index. From 01/10/2021 : 15% per Reference Period If the difference between the NAV of the share and its Target NAV is positive, please refer to the section 19.1 Fees 19.1.2 Performance and outperformance fees (b) Outperformance fee (Outperformance Model 2) definition in the prospectus. |       |

Charges and fees are paid to cover the operating costs of the Sub-Fund, including the cost of marketing and distributing share classes. These costs reduce the potential growth of your investment.

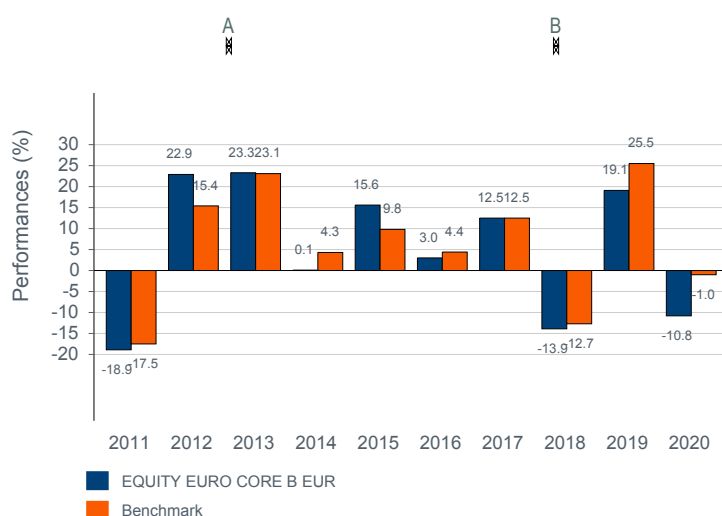
Investors may obtain the actual amount of entry and exit charges from their advisor or distributor. In certain cases you might pay less.

The figure is based on expenses calculated at the end of December 2020. This figure may vary from year to year. It excludes performance fees and intermediary fees except entry and exit charges paid by the Sub-Fund when buying or selling units and/or shares of another UCI.

The performance fee paid for the preceding exercise closing on March 2020, represents 0.00% of net assets.

For more information about charges, including information on performance fees and their calculation, please refer to the Sub-Fund's data sheet in the Fund prospectus.

## Past Performance



Past performance is not an indication of future performance. It may vary over time. The performance indicated does not take into account costs and fees on issues and redemptions of units, but does include ongoing charges and intermediary fees as well as any performance fees collected.

Past performances are calculated in EUR, net dividends reinvested.

EQUITY EURO CORE was launched on 25/04/2018

Share class creation date: 03/2005

Benchmark: MSCI EMU (NR) Index, net dividends reinvested. The benchmark index will be expressed in the Sub-Class currency.

A : Since the 19/02/2013 the reference index is MSCI EMU (NR)

B : The Sub-Fund and the Class were created on 25/04/2018 following the merger by absorption of Class D of the French Edmond de Rothschild EQUITY EURO CORE (the "Absorbed Fund"). The Sub-Fund and the Absorbed Fund have the same characteristics, in particular as regards the identity of their manager, their charges and fees structure and their investment policy. The past performances shown here are those of Class D of the Absorbed Sub-Fund.

## Practical Information

Custodian: Edmond de Rothschild (Europe).

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 price of the shares is available online at [www.edmond-de-rothschild.com](http://www.edmond-de-rothschild.com) in the « Fund Center » section.

This document describes the Class of the Sub-Fund. The prospectus, the annual reports and the semi-annual reports are prepared for the Fund as a whole. The assets and liabilities of the various sub-funds are segregated. The assets of any particular Sub-Fund will only be available to satisfy the debts, liabilities, and obligations which relate to that Sub-Fund. Shareholders are allowed to convert all or part of their shares into shares of another class of the Sub-Fund, or into shares of the same or of another sub-fund. For more details about how to switch shares, please refer to the dedicated section of the prospectus "Share conversion".

Detailed information concerning the remuneration policy of the Management company, namely, but not limited to a description of how remuneration and benefits are calculated are available on the website:

[www.edmond-de-rothschild.com/en/legal/luxembourg/terms-and-conditions](http://www.edmond-de-rothschild.com/en/legal/luxembourg/terms-and-conditions).

A paper copy of the summarised remuneration policy is available free of charge, upon request to shareholders.

This Fund is subject to Luxembourg tax law. Depending on your country of residence, this may have an impact on your tax situation. For more details, please consult a tax adviser.

Edmond de Rothschild Asset Management (Luxembourg) may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the Fund.

The Sub-Fund and its shares have not been registered with the Securities and Exchange Commission in the United States of America and the Fund will not be filing an application to receive authorisation to offer or sell shares to the public pursuant to the provisions of the U.S. Securities Act of 1933. The Sub-Fund is not and will not be registered pursuant to the U.S. Investment Company Act of 1940. The shares of this Sub-Fund cannot be offered and this document may not be distributed in the United States of America or any of the territories, possessions or regions under its jurisdiction.

This Fund is authorised in Luxembourg and supervised by the Commission de Surveillance du Secteur Financier.

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This key investor information is accurate as of 01/10/2021.