

# 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

**Product name :** Carmignac Portfolio Merger Arbitrage Plus

**Shareclass :** I GBP Acc Hdg

**ISIN :** LU2601234326

**Description :** Carmignac Portfolio Merger Arbitrage Plus is a sub-fund of the Carmignac Portfolio SICAV regulated by Luxembourg Law. Carmignac Portfolio fulfils the conditions set out in Directive 2009/65/EC and is registered with CSSF under number 2530.

**Name of the manufacturer :** Carmignac Gestion Luxembourg, 7 Rue de la Chapelle, 1325 Luxembourg is a UCITS management company approved by the CSSF. Call (+352) 46 70 60 1 for more information.

**Manufacturer's website :** www.carmignac.com

**Date of production of the KID :** 14/04/2023

## WHAT IS THIS PRODUCT?

**Type :** Carmignac Portfolio Merger Arbitrage Plus is a segregated sub-fund of Carmignac Portfolio SICAV, an investment company with variable capital regulated by Luxembourg law and qualifying as UCITS pursuant to Directive 2009/65/CE.

**Objectives :** The sub-fund aims to achieve net positive performance over the recommended investment horizon of three years. The sub-fund has no reference indicator.

The Sub-Fund's investment strategy is an alternative strategy referred to as "special situations". The investment strategy is implemented by purchase or sale of shares in the companies involved in a merger or acquisition, or in other special situations which may include demergers (spin offs), changes in shareholding, changes in capital structure, changes in management and strategy, etc. The Sub-Fund may also invest in other asset classes than the shares of companies involved in special situations. Up to 75% of the sub-fund's net assets may also be invested in debt securities and money market instruments traded on European or foreign markets.

The sub-fund uses derivatives for hedging or arbitrage purposes, or to expose the portfolio to the following risks (directly or via indices): currencies, bonds, equities (all categories of capitalisation), ETFs, dividends, volatility and variance (the latter two categories for up to 10% of net assets). The derivatives available are options (vanilla, barrier, binary), futures and forwards, swaps (including performance) and CFDs (contracts for difference) on one or more underlyings. The decision to buy, hold or sell debt securities will not automatically and solely depend on their rating but also an internal analysis based mainly on return, credit rating, liquidity and maturity criteria. The sub-fund may invest up to 10% of its net assets in units or shares of investment funds.

This sub-fund is an actively managed UCITS. An actively managed UCITS is one where the investment manager has discretion over the composition of its portfolio, subject to the stated investment objectives and policy.

**Term :** The SICAV was launched on 30/06/1999 for unlimited period. The sub-fund was launched on 14/04/2023.

**Intended retail investor :** This sub-fund is intended for private and institutional investors wishing to diversify their investments while benefiting from market opportunities through reactive asset management over a recommended investment period of more than 3 years, due to the sub-fund's exposure to the equity market.

The appropriate amount to invest in this fund depends on the personal situation of the investor, their knowledge of investment products and experience, their personal wealth, their cash requirements now and in the future, and their degree of risk aversion.

Investments may be redeemed each business day on request. Subscription, redemption or conversion requests are centralised on each NAV calculation and publication day before 13:30 CET/ CEST and are executed on the next business day using the previous day's NAV

The Depository of the sub-fund is BNP Paribas Securities Services, Luxembourg branch.

A copy of the prospectus and the latest annual and semi-annual reports will be sent free of charge upon written request to Carmignac Gestion, 24 place Vendôme, 75001 Paris, France. They are also available in French, German, English, Spanish, Italian and Dutch on the website: www.carmignac.com or on the website www.fundinfo.com

The fund prospectus and latest key information document, as well as the latest annual report are available on the website www.carmignac.com, directly from the manufacturer or on the website www.fundinfo.com. Information on past performance for the last 10 years, where this data is available, and calculations of monthly past performance scenarios are available on the website www.carmignac.com.

## 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.

Risks to which the sub-fund may be exposed and which could lead to a fall in the net asset value to which the indicator gives too little consideration:

- Counterparty risk: the sub-fund may suffer losses if a counterparty defaults and is unable to meet its contractual obligations, especially in the case of derivatives traded OTC
- Liquidity risk: the markets in which the sub-fund participates may be subject to temporary illiquidity. These market distortions could have an impact on the pricing conditions under which the sub-fund may have to liquidate, initiate or modify its positions.

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← Lower risk Higher risk →



The length of the recommended holding period is 3 years.

If the sub-fund is denominated in a currency other than the applicable currency of the legal tender of the Member State where the PRIIP is being marketed, the return the retail investor gets, when expressed in the currency of the Member State where the PRIIP is being marketed, may change depending on currency fluctuations.

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

We have classified this product as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity of the fund to pay you.

## PERFORMANCE 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.

Recommended holding period:		3 years	
Example Investment:		10 000 GBP	
		If you exit after 1 year	If you exit after 3 years
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	8 760 GBP	7 950 GBP
	Average return each year	-12.40%	-7.36%
Unfavourable	What you might get back after costs	9 150 GBP	9 650 GBP
	Average return each year	-2.90%	-1.18%
Moderate	What you might get back after costs	10 330 GBP	10 320 GBP
	Average return each year	1.10%	1.06%
Favourable	What you might get back after costs	11 220 GBP	10 970 GBP
	Average return each year	3.90%	3.13%

This table shows the money you could get back over 3 years, under different scenarios, assuming that you invest GBP 10 000,00.

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

Your maximum loss would be that you will lose all your investment.

The figures shown include all costs of the product itself, but not necessarily all charges due to your advisor or distributor. These figures do not take into account your personal tax situation, which may also affect the amounts you receive.

- The unfavourable scenario occurred for an investment between May 2021 and December 2022.
- The moderate scenario occurred for an investment between December 2015 and December 2018.
- The favourable scenario occurred for an investment between January 2013 and January 2016.

## WHAT HAPPENS IF CARMIGNAC GESTION LUXEMBOURG IS UNABLE TO PAY OUT?

For your protection, the assets of the fund are held with a separate entity, the custodian, so that the fund's ability to pay would not be affected by the insolvency of the management company. In the event of failure of the latter, the assets of the product held by the depository will not be affected. In the event of default by the depository, the risk of financial loss of the product is mitigated due to the legal segregation of the assets of the depository from those of the product.

## 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.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest 10 000,00 GBP. The figures are estimates and may change in the future.

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

### Cost over time

	If you exit after 1 year	If you exit after 3 years
Total costs	202 GBP	638 GBP
Annual cost impact (*)	2.0%	2.0% each year

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;
- the meaning of the different cost categories.

## Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	We do not charge an entry fee.	0 GBP
Exit costs	We do not charge an exit fee for this product.	0 GBP
Ongoing costs taken each year		
Management fees and other administrative or operating costs	1,11% of the value of your investment per year. This estimate is based on actual costs over the past year.	111 GBP
Transaction costs	0,91% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the investments underlying the product. The actual amount varies depending on the quantity we buy and sell.	91 GBP
Incidental costs taken under specific conditions		
Performance fees	The performance fee is based on the absolute performance of the share class. Provided that the value of the relevant Share has appreciated during performance period, a provision of 20,00% of the appreciation of the value of shares is established. Five-year "High-Water Mark" is applied. 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, or since the product creation if it is less than 5 years.	0 GBP

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

Due to the sub-fund's moderate exposure to the equity market, the recommended investment period is over 3 years.

However, you can redeem your investment without incurring any penalties at any point during this period, or stay invested for longer.

Redemptions are possible daily. In exceptional circumstances, your right to request the redemption of your investment may be suspended.

## HOW CAN I COMPLAIN?

If you have any complaints about the product, the conduct of the manufacturer or the person that advised on or sold this product, you can contact the initiator by e-mail to [complaints@carmignac.com](mailto:complaints@carmignac.com), by letter to 7 Rue de la Chapelle, 1325 Luxembourg, Luxembourg or by phone calling the number (+352) 46 70 60 1.

In all cases, you must clearly state your contact details (name, address, telephone number and email address) and give a brief explanation of your complaint. More information is available on our website [www.carmignac.com](http://www.carmignac.com).

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.

## OTHER RELEVANT INFORMATION

The fund prospectus and the latest key information document, as well as the latest annual report and information on past performance for the last 10 years, where this data is available, can be obtained free of charge from the website of the manufacturer: [www.carmignac.com](http://www.carmignac.com), directly from the manufacturer or from [www.fundinfo.com](http://www.fundinfo.com). The fund may comprise other types of unit. You can find more information on these units in the prospectus or on the website: [www.carmignac.com](http://www.carmignac.com).

Monthly history of performance scenarios and past performance: <https://go.carmignac.com/performance-scenario>

This fund's units have not been registered under the US Securities Act of 1933. They may not be offered or sold, directly or indirectly, to or on behalf of a US person as defined in US Regulation S. Depending on your tax status, any capital gains and income resulting from the ownership of units of the fund may be subject to tax. We advise you to obtain further information in this regard from the promoter of the fund or from your tax advisor.

The manufacturer 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.

The sub-fund may comprise other types of unit. You can find more information on these units in the prospectus or on the website: [www.carmignac.com](http://www.carmignac.com).

This sub-fund's units have not been registered under the US Securities Act of 1933. They may not be offered or sold, directly or indirectly, to or on behalf of a US person as defined in US Regulation S.

When this product is used as a unit-linked support for a life insurance or capitalization contract, the additional information on this contract, such as the costs of the contract, which are not included in the costs indicated in the this document, the contact in the event of a claim and what happens in the event of failure of the insurance company are presented in the key information document of this contract, which must be provided by your insurer or broker or any other intermediary of insurance in accordance with its legal obligation.