

# Key information document

## Purpose:

This fact sheet provides you with essential information about this investment product. It is not marketing material. This information is required by law to help you understand the nature, risk, cost and potential gains and losses of this product, and to help you compare it with other products.

## Product

Name of the product	VIMCO Atlantic Value Funds - USA Value Fund A (LU1829199774)
PRIIP issuer	VP Fund Solutions (Luxembourg) SA, 1930 Luxembourg, Luxembourg, www.vpfundsolutions.com +352 404 777 383
Competent authority	Commission de Surveillance du Secteur Financier
Date	20/07/2018

## What kind of product is it?

**Type:** Alternative Investment Fund - Undertaking for collective investment in the legal form of a Limited company with variable capital

**Targets:** The Sub-Fund's objective is to achieve substantial capital appreciation through concentrated investments in the equity securities of listed companies with a market capitalization between USD 1 billion and USD 20 billion and which are exclusively located in the USA. Through a comprehensive fundamental valuation analysis and using a "hands-on" and value-oriented method, the Sub-Fund will target undervalued companies that are likely to appreciate. In its investment selection, the Sub-Fund will seek to determine a company's underlying value by scrutinizing, among others, its cash flows and restructuring and earning potential. The following are characteristic traits of companies which are potential investment prospects for the Sub-Fund:

In an effort to stay within the Sub-Fund's area of competence and avoid risks associated with technological obsolescence, government interference, product liability, lack of transparency and political/currency risks, the targeted companies will not be high-technology, bio-tech, pharmaceutical/drug, insurance, brokerage, utilities, banks and non-US companies; The targeted companies are companies whose market capitalization is typically between USD 1 billion and USD 20 billion. To a limited extent, the Sub-Fund may also invest in companies with a market capitalisation above USD 20 billion; The targeted companies are companies which are misunderstood or "unloved" by the investment community due to inefficiencies such as, among others: a highly diversified business-mix, a spotty or poor earnings history, a recent financial or corporate reorganization, an absence of adequate research coverage or a poor reputation of current or previous management; The targeted companies offer opportunities of highly attractive cash flow, earnings turnaround potential, or strong balance sheet and franchise values that may become recognized and appreciated by the investment community as a result of any one or a combination of: the passage of time, restructuring (i.e. divestitures, sin-offs or refinancing), management changes, shareholder activism, initiation of research coverage by a major Wall Street Firm, or a takeover or management buy-out; As far as the Sub-Fund's investment policy is contrarian in nature, the targeted companies are companies that have seen their share price decline to a level where the Sub-Fund believes that it has become a highly attractive investment opportunity with limited downside (based on fundamental valuation and historic trading patterns) and a substantial upside (based on fundamental analysis) within a twelve to eighteen months-time frame.

**Retail investor target group:** The subfund is aimed in the Member state of origin at Professional and private investors with a long-term investment horizon and Informed experience, and who is able to bear a financial loss of Full. The subfund may be used for Capital appreciation.

## Term

Maturity date	none
Unilateral termination by PRIIP issuer possible	Yes
Automatic termination of the PRIIP	No

## What are the risks, and what could I get in return?

### Overall risk indicator

1	2	3	4	5	6	7
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◀ Lower risk

Higher risk ▶



This risk indicator is based on the assumption that you will hold the product for 9 years. If you liquidate the investment at an early stage, the actual risk may be significantly different and you may receive less back.

The overall risk indicator helps you assess the risk associated with this product compared to other products. It shows how likely you are to lose money with this product because the markets are developing in a certain way or because we are unable to pay you out. On a scale of 1 to 7, we have classified this product in risk class 3, where 3 of a medium-low corresponds to risk class. The risk of potential losses arising from future performance is classified as medium-low. In adverse market conditions, it is improbable that our ability to pay you will be compromised. Please note the possible currency risk. You will receive payments in USD, so that your final return may depend on the exchange rate. This risk is not taken into account in the above-mentioned indicator. This product does not include any protection against future market developments, so you may lose all or part of your invested capital.

#### Scenarios

USD 10,000.00		1 Year	5 Years	9 Years
Stress scenario	What you could get after deduction of costs	5,539.89 USD	2,534.19 USD	3,865.70 USD
	Annual average return	-44.60 % p.a.	-24.01 % p.a.	-10.02 % p.a.
Pessimistic scenario	What you could get after deduction of costs	9,680.84 USD	12,809.13 USD	18,166.37 USD
	Annual average return	-3.19 % p.a.	5.08 % p.a.	6.86 % p.a.
Intermediate scenario	What you could get after deduction of costs	11,201.18 USD	17,771.57 USD	28,196.02 USD
	Annual average return	12.01 % p.a.	12.19 % p.a.	12.21 % p.a.
Optimistic scenario	What you could get after deduction of costs	12,978.50 USD	24,691.18 USD	43,824.53 USD
	Annual average return	29.78 % p.a.	19.81 % p.a.	17.84 % p.a.

This table shows how much you could get back in the next 9 years under different scenarios if you invest USD 10,000. The illustrated scenarios show how your investment could develop. You can compare them with the scenarios for other products. The illustrated scenarios are an estimate of future performance based on past changes in value of this investment, and are not precise indicators. How much you actually receive depends on how the market develops and how long you keep the investment/product. The stress scenario shows what you could get back in the event of extreme market conditions and does not take into account the case that we might not be able to make the payout. The figures quoted include all the costs of the product itself, but may not include all the costs payable to your consultant or sales office, and the costs of your consultant or sales office. The figures quoted do not take into account your personal tax situation, which may also affect how much you get back.

#### Taxes

The tax legislation applicable to you may have an impact on the actual payout to you and its amount. Depending on the tax regulations in your tax domicile (domiciles), distributions, retained earnings, realised price gains, certain transactions and capital measures may constitute taxable investment income. The final tax treatment depends on your personal circumstances, and may change in the future. Before concluding an investment transaction, we recommend that you seek advice from a tax professional who is familiar with your personal financial and tax circumstances.

#### What happens if VP Fund Solutions (Luxembourg) SA is unable to make the payout?

In the event of bankruptcy of VP Fund Solutions (Luxembourg) SA or VP Bank (Luxembourg) SA, the product is not included in the insolvent estate, and may be transferred or liquidated with the consent of the competent supervisory authority.

#### Which costs arise?

##### Costs over time

The reduction in yield (RIY) shows how the total costs you have paid affect the return you might receive. Total costs include one-off, ongoing and additional costs. The amounts shown here represent the cumulative costs of the product over three different holding periods. They include any contractual penalties for premature exit. The assumption underlying the figures quoted is that you will invest USD 10,000. The figures are estimates and may be different in the

future. The person who sells you or advises you on this product may charge you additional costs. If this is the case, the person will inform you of these costs and show you how they will impact on your investment over time.

Investment USD 10,000.00	If you redeem it after 1 year(s)	If you redeem after 5 years	If you redeem after 9 years
Total costs	252.03 USD	399.86 USD	634.41 USD
Effect on the return (RIY) per year	2.25 %	2.25 %	2.25 %

#### Composition of costs

The table below shows the following:

- the annual impact of the different types of costs on the return you may receive at the end of the recommended holding period
- what the different cost categories include

#### This table shows the impact on annual returns.

One-off costs	Entry costs	0.0000 %	Effect of the costs you have to pay when you make your investment. The maximum costs are indicated, and you will possibly pay less. The costs of selling your product are included.
	Exit costs	0.0000 %	Effect of the costs incurred if you exit your investment on maturity
Ongoing costs	Portfolio transaction costs	0.0000 %	Effect of the costs incurred for buying and selling underlying investments for the product
	Other ongoing costs	2.2500 %	Effect of the costs we deduct on an annual basis for asset management
Additional costs	Success fee	0.0000 %	Effect of the success fee. This is deducted from your investment if the product exceeds its benchmark .
	Carried interests	0.0000 %	Effect of carried interests. These are retained if the investment has grown by more than 0.00%.

#### For how long should I keep the investment, and can I withdraw money early?

##### Recommended holding period: 9 years

Based on the risk/return profile, we recommend a holding period of at least 9 years for this product. However, you may return the product go to the next NAV to the issuer subject to the notice period specified in the fund documents. Early return may have a significant impact on the risk/return profile. In any case, exit costs may be incurred according to the fund documents.

#### How can I file a complaint?

To file a complaint about the product or the behaviour of the PRIIP issuer or the person who is advising you on or selling you the product, please contact: VP Fund Solutions (Luxembourg) SA, "Complaints Officer", 1930 Luxembourg, Luxembourg, [www.vpfundsolutions.com](http://www.vpfundsolutions.com), [CFI.Luxembourg@vpbank.com](mailto:CFI.Luxembourg@vpbank.com)

#### Other relevant information

Additional information on this product can be found in the following publication: VP Fund Solutions (Luxembourg) SA, 1930 Luxembourg, Luxembourg, [www.vpfundsolutions.com](http://www.vpfundsolutions.com). The submission of the fund documents available is required by law.

#### VP Fund Solutions (Luxembourg) SA

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