



KEY INFORMATION DOCUMENT – BONDS

DATE RELEASED: 27/11/2023 – Version 1

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: This Key Information Document (“KID”) is issued by FIDUSERVE ASSET MANAGEMENT LIMITED (herein after “the Company”) for Bonds. The Company is authorized in Cyprus and regulated by the Cyprus Securities and Exchange Commission (herein after “CySEC”) with license number AIFM20/56/2013. CySEC is responsible for supervising the Company in relation to this KID. The Company’s contact details are:

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|---|--|
| Address: 9 Kafkasou Str., 6 th Floor, Aglantzia, 2112 Nicosia, Cyprus | Website: www.fiduserve.com |
| Telephone no: +357 22 769 409 | Email: info@fiduserve.com |

ALERT: You are about to purchase a product that is not simple and may be difficult to understand.

WHAT IS THIS PRODUCT?

Type: A bond is a debt security, under which the issuer owes the holders a debt and (depending on the terms of the bond) is obliged to pay them interest (the coupon) or to repay the principal at a later date, termed the maturity date. Interest is usually payable at fixed intervals (semiannual, annual, sometimes monthly). Very often the bond is negotiable, that is, the ownership of the instrument can be transferred in the secondary market.

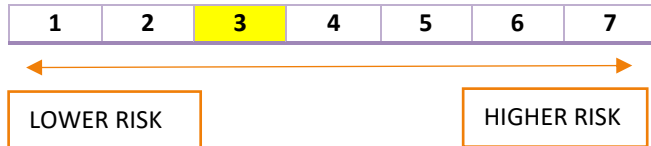
Term: Bonds may not be suitable for investors who plan to cash in early and are typically held to maturity.

Objectives: Bonds are suitable for investors that would like to maximise their capital appreciation, maximise their current income or achieve a balance between income and growth.

Intended retail investor: Investing in bonds is suitable for Retail and Professional investors who can afford to set aside the capital for a defined period depending on the maturity of the bond, who seek an investment with a medium risk profile, can bear losses, have been previously exposed to similar investments and have at least basic knowledge of relevant financial instruments.

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

Risk Indicator:



The risk indicator assumes you keep the product until maturity & no less than 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less. You cannot cash in early. You may not be able to sell your product easily or you may have to sell at a price that significantly impacts on how much you get back.

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 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 very unlikely to impact the capacity of the Product to pay you.

This product does not include any protection from future market performance, so you could lose some or all of your investment. If the manufacturer is not able to pay you what is owed, you could lose your entire investment.

There are 4 common risks for bond investors:

1. Interest rate risk

When interest rates rise, bond prices fall. When interest rates fall, bond prices rise. This is a risk if you need to sell a bond before its maturity date and interest rates are up. You may end up selling the bond for less than you paid for it.

2. Inflation risk

This is the risk that the return you earn on your investment doesn’t keep pace with inflation. If you hold a bond paying 2% interest and inflation reaches 3%, your return is actually negative (-1%), when adjusted for inflation. You’ll still get your principal back when your bond matures, but it will be worth less in today’s dollars. Inflation risk increases the longer you hold a bond.

3. Market risk

This is the risk that the entire bond market declines. If this happens, the price of your bond investments will likely fall regardless of the quality or type of bonds you hold. If you need to sell a bond before its maturity date, you may end up selling it for less than you paid for it.



4. Credit risk

If you buy bonds from a company or government that isn't financially stable, there's more of a risk you'll lose money. This is called credit risk or default risk. Sometimes, the issuer can't make the interest payments to investors. It's also possible the issuer won't pay back the face value of the bond when it matures.

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 5 years. Markets could develop very differently in the future.

The stress scenario shows what you might get back in extreme market circumstances. 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 product. The unfavourable scenario shows what you might get back in extreme market circumstances, and it does not consider the situation where the Product is not able to pay you.

| Recommended Holding Period (RHP): | | Until maturity & no less than 5 years | |
|-----------------------------------|--|---------------------------------------|--|
| Example Investment: | | 10,000 USD | |
| Scenarios | | If you exit after 1 year | If you exit at maturity & no less than 5 years (RHP) |
| Minimum | There is no minimum guaranteed return if you exit before maturity. You could lose some or all of your investment. | | |
| Stress Scenario | What you might get back after costs | 7,980 USD | 6,700 USD |
| | <i>Average return each year</i> | -20.2% | -7.7% |
| Unfavourable Scenario | What you might get back after costs | 8,490 USD | 8,680 USD |
| | <i>Average return each year</i> | -15.10% | -2.8% |
| Moderate Scenario | What you might get back after costs | 10,110 USD | 10,810 USD |
| | <i>Average return each year</i> | 1.1% | 1.6% |
| Favourable Scenario | What you might get back after costs | 11,380 USD | 11,880 USD |
| | <i>Average return each year</i> | 13.8% | 3.5% |

WHAT HAPPENS IF THE MANUFACTURER IS UNABLE TO PAY OUT?

Bonds are traded on Regulated Markets, Multi-Lateral Trading Facilities or Over the Counter. These venues are not within the jurisdiction of the CySEC Investors Compensation Fund. In the event of a default by the executing venue, some of your investments may be covered by the CySEC Investors Compensation Fund. If you are in any doubt as to your position, you should seek independent professional advice.

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 that you invested (0% annual return). For the other holding period we have assumed the product performs as shown in the moderate scenario.
- USD 10,000 is invested.

| | If you exit after 1 year | If you exit at maturity & no less than 5 years (RHP) |
|----------------------------|--------------------------|--|
| Total Costs | 148 USD | 762 USD |
| Annual cost impact* | 1.5% | 1.5% 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 3.1% before costs and 1.6% after costs.



Composition of costs

| One-off costs upon entry or exit | | Annual cost impact if you exit after 1 year |
|--|--|---|
| Entry costs | 0.0% We do not charge an entry fee | 0 USD |
| Exit costs | 0.0% We do not charge an exit fee for this product, but the person selling you the product may do so. | 0 USD |
| Ongoing costs taken each year | | Annual cost impact if you exit after 1 year |
| Management fees and other administrative or operating costs | 1.38% of the value of your investment per year. This is an estimate based on actual costs over the last year. | 138 USD |
| Transaction costs | 0.10% 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. | 10 USD |
| Incidental costs taken under specific conditions | | Annual cost impact if you exit after 1 year |
| Performance fees | There is no performance fee for this product | 0 USD |

The costs above are an average of what will be charged. Your broker/custodian and portfolio manager will provide you with a table of actual costs i.e. transaction costs, safe custody fees, commissions, management fees.

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

Recommended holding period: Until maturity & no less than 5 years

The Product may not be appropriate for investors who plan to withdraw their money within a short period of time. It is suitable for investments that are to be held until maturity. Bonds may be sold at any time on any regulated market platform, however, investors may not receive the capital that was initially invested.

HOW CAN I COMPLAIN?

Retail investors should address complaints to Fiduserve Asset Management Ltd in relation to this Fund. Complaints must be made in writing to Fiduserve Asset Management Ltd, 9 Kafkasou Street, 2112 Aglantzia, Nicosia, Cyprus or by email to info@fiduserve.com

OTHER RELEVANT INFORMATION

Cost, performance and risk

The cost, performance and risk calculations included in this key information document follow the methodology prescribed by EU rules. Note that the performance scenarios calculated above are derived exclusively from the past performance of a basket of bonds and that past performance is not a guide to future returns. Therefore, your investment may be at risk and you may not get back the returns illustrated. Investors should not base their investment decisions solely upon the scenarios shown.