

# Key Information Document



LA FRANÇAISE

## Objective

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

# JKC Fund - La Française JKC China Equity - Class GP USD - LU0415808285

## Product

**Product:** La Française JKC China Equity - Class GP USD

**ISIN Code:** LU0415808285

**Initiator:** La Française Asset Management. The supervisory authority of La Française Asset Management is the Autorité des Marchés Financiers.

Further information on [www.la-francaise.com](http://www.la-francaise.com) or dial +33 (0)1 53 62 40 60.

**Production date:** 21/04/2023

## What is this product?

**Product type:** Sub-fund of the Luxembourg domiciled SICAV JKC Fund

### Objectives:

The objective of the Fund is to provide investors with exposure to China's long term growth through investments in listed companies having their operations in China, listed predominantly but not necessarily in Hong Kong and China.

### Portfolio securities

Under normal conditions, the Fund mainly invests in shares of companies that are based in, operate in, or do significant business in Hong Kong or China. The Fund may invest up to 100% of assets in China A Shares, either through Shanghai-Hong Kong Stock Connect or through other means. The Fund invest in bank deposits and money market instruments.

The Fund may use derivatives to reduce its exposure to various investment risks (hedging) and for efficient portfolio management, but not to directly seek investment gains.

### Investment process

The sub-fund is actively and discretionarily managed. The sub-fund is not managed in reference to an index.

The Fund is a multi-cap fund focusing on bottom up stock picking of listed companies having their operations in China and on the basis of ground due diligence and compelling valuations using a value-driven investment methodology.

You can buy and sell shares of the Fund on any business day in Luxembourg.

All income generated by share Class GP USD of the Fund is reinvested and included in the value of its shares.

### Intended retail investor:

Shares denominated in USD and intended for retail investors - GP for *Gestion Privée*

**Lifespan of the product:** Indefinite

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

### Risk indicator



**Risk and Reward Profile:** 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 5 out of 7, which is a medium-high risk class.

The SRRR rating above is based on medium-term volatility (actual or estimated variations in the Fund's share price over five years). Going forward, the Fund's actual volatility could be lower or higher, and its rated risk/reward level may be changed.

The Fund's risk level reflects the following:

- As a class, shares carry higher risks than bonds or money market investments.
- The Fund focuses on a single geographical region that tends to have above-average risks.

We bring your attention to the fact that:

- Historical data used in calculating the SRRR may not be a reliable indication of the future risk profile of the Fund.
- The risk indicator shown above is not guaranteed and it may shift over time. The lowest category does not mean a risk free investment.

### Risks materially relevant to the Fund which are not adequately captured in the indicator:

**Derivative risk:** the Fund uses derivatives. These are financial instruments whose values depend on the value of the underlying asset. Small price fluctuations in the underlying asset can result in large price changes in the derivative.

**Liquidity risk:** liquidity risk exists when particular investments are difficult to purchase or sell. This can reduce the Fund's returns because the Fund may be unable to transact at advantageous times or prices.

**Counterparty risk:** the Fund enters into contracts with various counterparties. If a counterparty does not fulfil its obligations to the Fund (e.g. not paying an agreed amount or not delivering securities as agreed) the Fund can suffer a loss.

**Emerging markets risk:** emerging markets are more likely to experience political uncertainty and investments held in these countries may not have the same protection as those held in more developed countries.

**China A-Shares risk:** The Fund may be investing in China A-Shares via the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect which may entail additional clearing and settlement, regulatory, operational and counterparty risks.

**Management risk:** Portfolio management techniques that have worked well in normal market conditions could prove ineffective or detrimental during unusual conditions.

### Capital loss risk:

The investor is warned that his capital is not guaranteed and may therefore not be returned to him.

**Recommended investment period:** This Fund may not be appropriate for investors who plan to withdraw their money within 7 years

### Performance scenario

Recommended investment period: 7 years Investment: 10,000 \$		If you exit after 1 year	If you exit after 7 years
<b>Scenarios</b>			
<b>Stress</b>	<b>What you might get back after costs</b>	2,850 \$	1,260 \$
	Average return each year	-71.53 %	-25.62 %
<b>Unfavourable</b>	<b>What you might get back after costs</b>	5,170 \$	5,450 \$
	Average return each year	-48.32 %	-8.31 %
<b>Moderate</b>	<b>What you might get back after costs</b>	9,640 \$	11,870 \$
	Average return each year	-3.63 %	2.49 %
<b>Favourable</b>	<b>What you might get back after costs</b>	15,640 \$	17,140 \$
	Average return each year	56.36 %	8.00 %

This type of Unfavourable scenario occurred for an investment between: 05/2021 and 03/2023.

This type of Moderate scenario occurred for an investment between: 09/2012 and 09/2019.

This type of Favourable scenario occurred for an investment between: 05/2014 and 05/2021.

This table shows the amount of money you could get on 7 years, according to different scenarios, assuming you invest 10,000 \$.

The different scenarios show how your investment might perform. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on past data regarding changes in the value of this investment. They are not an exact indicator.

What you get will depend on how the market performs and how long you hold the investment or product. The stress scenario shows what you might get in extreme market situations, and does not take into account if we cannot pay you.

The numbers shown include all costs of the product itself, but not necessarily all fees due to your advisor or distributor.

These numbers do not take into account your personal tax situation, which may also affect the amounts you receive.

### Ⓢ What happens is La Française Asset Management is unable to pay out?

A failure of the management company that manages the assets of your fund would have no effect on your investment. The custody and safekeeping of your fund's assets are in fact ensured by the custodian of your fund. Investment in a fund is not guaranteed or covered by a national clearing system.

### Ⓢ What are the costs?

You may be asked to pay additional costs by the person selling or advising you about the product. If so, they will tell you about these costs and show you how all the costs affect your investment over time

#### 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, 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, 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 fund performs as shown in the moderate scenario, and that you invest 10,000 \$.

Investment: 10,000 \$	If you exit after 1 year	If you exit after 7 years
<b>Total costs</b>	1,043.00 \$	4,721.44 \$
<b>Impact of annual costs*</b>	10.64 %	5.34 %

(\*) 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 7.82 % before costs and 2.49 % after costs.

#### Cost mix

The table below shows:

- the annual impact of the different types of costs on the return you could earn on your investment at the end of the recommended investment period;
- the meaning of the different cost categories.

One-off costs upon entry or exit		If you exit after 1 year
<b>Entry costs</b>	<b>5.00 % Maximum of the amount you pay at the time of entry into the investment, not including the costs of distributing your product. The person who sells you the product will inform you of the actual costs.</b>	<b>500.00 \$</b>
<b>Exit costs</b>	<b>1.50 % . The impact of the costs of exiting your investment when it matures</b>	<b>142.50 \$</b>
<b>Recurring costs [charged each year]</b>		
<b>Management fees and other administrative and operating costs</b>	<b>2.85 % Maximum of the value of your investment per year. This is an estimate based on actual costs incurred over the last year.</b>	<b>270.75 \$</b>
<b>Transaction costs</b>	<b>0.20 % of the value of your investment per year. This is a cost estimate associated with buying and selling underlying investments for the product. The actual amount varies depending on how much we buy and sell.</b>	<b>18.82 \$</b>
<b>Recurring costs charged under certain conditions</b>		
<b>Performance related fees</b>	<b>The performance fee is equal to 15% of any return above the Fund's previous highest net asset value per share (High Water Mark).</b>	<b>110.92 \$</b>

**Commission de surperformance :** The performance fee is equal to 15% of any return above the Fund's previous highest net asset value per share (High Water Mark).

### Ⓢ How long should I hold it and can I take my money out early?

**Recommended holding period:** 7 years

**Possibilities and conditions for disinvestment before maturity:** Requests received and accepted by the transfer agent by 12:00 AM CET any day on which banks are normally open in Luxembourg and Hong Kong are ordinarily processed the following business day

### Ⓢ How can I complain?

For any claim, you can contact the La Française Group's customer service department at 128 boulevard Raspail 75006 PARIS

(reclamations.clients@la-francaise.com), by phone at +33 (0)1 53 62 40 60.

## Other relevant information

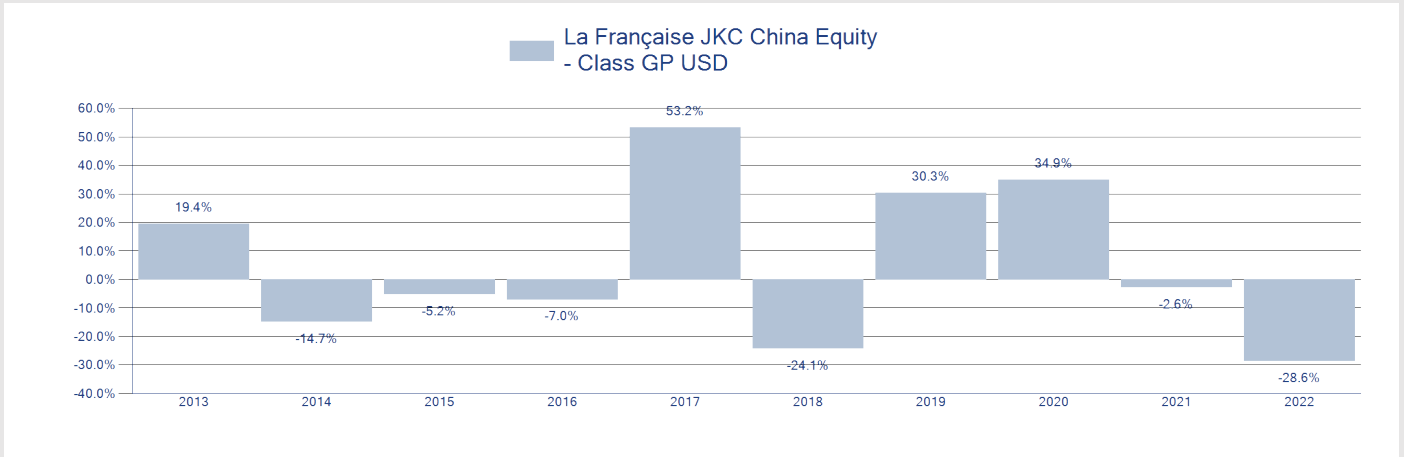
Legal documents are available on request and free of charge from the management company or on the website: [www.la-francaise.com](http://www.la-francaise.com). You can get them free of charge by requesting them from [serviceclient@la-francaise.com](mailto:serviceclient@la-francaise.com). Additional information is available from the Registered Products Customer Service Department via the following contact details: [serviceclient@la-francaise.com](mailto:serviceclient@la-francaise.com).



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# JKC Fund - La Française JKC China Equity - Class GP USD-LU0415808285

## @ PAST PERFORMANCE



The Fund came into existence during the year 2009.

The past performance of this share class has been calculated in USD, taking into account all charges and costs except for entry charges.

Past performance is not a reliable indicator of future results.