

# 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

### FLEXIBLE ALPHA FUND

a sub-fund of **SULA UCITS SICAV**

### Class R Shares (LU1900183424)

FLEXIBLE ALPHA FUND is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

The PRIIPs Manufacturer and the Management Company is Waystone Management Company (Lux) S.A which is authorised in Luxembourg and supervised by the Commission de Surveillance du Secteur Financier (CSSF). For more information on this product, please refer to [www.waystone.com/funds](http://www.waystone.com/funds) or call +352 26 00 21 1.

**Accurate as of: 15 February 2024**

## What is this product?

### Type

This is an investment fund established as a Company With Variable Capital (SICAV).

### Objectives

**Investment objective** The objective of the Sub-Fund is to generate return over multiple market cycles by combining macroeconomic, fundamental and technical analysis in a style-agnostic approach, with two principal goals, preserving capital and achieving positive return every year.

The Sub-Fund intends to accomplish its investment objective by taking both long and short positions (the latter only via investments in financial derivative instruments) on eligible assets according to the investment policy of the Sub-Fund.

**Investment policies** The Sub-Fund will mainly invest in transferable securities issued by issuers from OECD member states and denominated in any currency. Such transferable securities may include bonds, certificates, certificates of deposit, commercial papers, convertible bonds, credit linked notes, discounted notes, equity and equity linked notes, closed-ended exchange traded funds (ETFs) qualifying as transferable securities, strips on bonds, treasury bills and treasury notes and warrants.

The Sub-Fund may invest up to 25% of its net assets in bonds rated below investment grade (i.e. a rating below BBB-), e.g. high yield bonds.

Furthermore, the Sub-Fund may invest in financial derivative instruments to both achieve its investment objective and for the purposes of hedging. These instruments may include, but are not limited to futures, options, futures, forward contracts on financial instruments and options on such contracts, credit linked instruments, interest rate swap contracts by private agreement and other fixed income, currency and credit derivatives.

The Sub-Fund will synthetically replicate short exposures by entering into one or more over-the-counter financial derivative transactions.

The Sub-Fund may also invest in cash and cash equivalents as well as up to 10% of its net assets in units of UCITS and other UCIs, including money market funds and open-ended ETFs.

The Sub-Fund may but will not typically utilize leverage to enhance returns where it deems appropriate.

The Sub-Fund categorizes as an Article 6 product under SFDR.

**Benchmark** The sub-fund is actively managed and its objective is to exceed the performance of Euro Short-Term Rate (€STR) +3.58% as its benchmark which is also used for the calculation of any Performance Fee. The Investment decisions are based entirely on the judgement of the Investment Manager. Hence the portfolio

composition of the sub-fund cannot be compared to the benchmark.

**Redemption and Dealing** Investors may invest, convert and redeem on a daily basis on which banks are open for business.

**Distribution Policy** Income generated is reinvested.

**Launch date** The sub-fund was created on 17/12/2018. This share class was created on 09/01/2019.

**Fund Currency** The reference currency of the Sub-Fund is the EUR.

**Conversion of units/shares** Unless set out otherwise in the Supplement, investors may apply for conversion of Original Shares into New Shares on each Conversion Day. However, the right to convert the Original Shares is subject to compliance with any investor eligibility requirements applicable to the New Shares. In addition, conversion applications are subject to the provisions on the minimum initial or additional subscription amounts applicable to the New Shares and the minimum holding amount applicable to the Original Shares. The Fund may charge a conversion fee.

**Asset Segregation** The assets and the liabilities of each sub-fund are segregated by law.

### Intended retail investor

This product is intended for investors who plan to stay invested for at least 5 years and are prepared to take on a low level of risk of loss to their original capital in order to get a higher potential return. It is designed to form part of a portfolio of investments.

### Term

The Fund is open-ended and has no maturity date. Subject to the liquidation, dissolution and termination rights of the board of the Fund as set forth in the Fund prospectus, the Fund cannot be automatically terminated. The PRIIPs manufacturer, Waystone Management Company (Lux) S.A, is not entitled to terminate the product unilaterally.

### Practical information

**Depositary** Depositary UBS Europe SE, Luxembourg Branch.

**Further information** Investors may, upon request, obtain a copy of the Articles of Association, the Prospectus, the applicable KIID, the latest Annual Report or Semi-Annual Report. The agreements referred to in the Prospectus may be inspected during usual business hours on any Business Day at the registered office of the Fund.

The Net Asset Value per Share of each Share Class within each Sub-Fund will be available from the Administrator during normal business hours.

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

### Risks



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.

### Performance scenarios

The figures shown include all the costs of the product itself, and includes the costs of 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.**

The stress scenario shows what you might get back in extreme market circumstances.

**Unfavourable:** this type of scenario occurred for an investment between 30 October 2015 and 30 October 2020.

**Moderate:** this type of scenario occurred for an investment between 31 August 2015 and 31 August 2020.

**Favourable:** this type of scenario occurred for an investment between 30 June 2016 and 30 June 2021.

Recommended holding period		5 years	
Example Investment		10,000 EUR	
Scenarios		if you exit after 1 year	if you exit after 5 years (recommended holding period)
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs Average return each year	7,307 EUR -26.9%	7,290 EUR -6.1%
Unfavourable	What you might get back after costs Average return each year	8,954 EUR -10.5%	8,906 EUR -2.3%
Moderate	What you might get back after costs Average return each year	9,905 EUR -0.9%	9,448 EUR -1.1%
Favourable	What you might get back after costs Average return each year	10,991 EUR 9.9%	10,252 EUR 0.5%

## What happens if Waystone Management Company (Lux) S.A. is unable to pay out?

The Management Company of the Fund has no obligation to pay out since the Fund design does not contemplate any such payment being made. You are not covered by any national compensation scheme. To protect you, the assets are held with a separate company, a depositary. Should the Fund default, the depositary would liquidate the investments and distribute the proceeds to the investors. In the worst case, however, you could lose your entire investment.

## 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, 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 periods we have assumed the product performs as shown in the moderate scenario,

- 10,000 EUR per year is invested.

Example Investment 10,000 EUR	if you exit after 1 year	if you exit after 5 years (recommended holding period)
<b>Total Costs</b>	<b>263 EUR</b>	<b>1,320 EUR</b>
<b>Annual cost impact*</b>	<b>2.6%</b>	<b>2.6%</b>

(\*) 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 1.5% before costs and -1.1% after costs.

### Composition of costs

One-off costs upon entry or exit		Annual cost impact if you exit after 1 year
<b>Entry costs</b>	<b>0.00%</b> , we do not charge an entry fee.	<b>0 EUR</b>
<b>Exit costs</b>	<b>0.00%</b> , we do not charge an exit fee for this product, but the person selling you the product may do so.	<b>0 EUR</b>
Ongoing costs taken each year		Annual cost impact if you exit after 1 year
<b>Management fees and other administrative or operating costs</b>	<b>2.07%</b> of the value of your investment per year. This is an estimate based on actual costs over the last year.	<b>207 EUR</b>
<b>Transaction costs</b>	<b>0.47%</b> 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.	<b>47 EUR</b>
Incidental costs taken under specific conditions		Annual cost impact if you exit after 1 year
<b>Performance fees</b>	<b>0.09%</b> The actual amount will vary depending on how well your investment performs. The aggregated cost above is an estimation.	<b>9 EUR</b>

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

#### Recommended holding period: 5 years

This product is designed for longer term investments; you should be prepared to stay invested for at least 5 years. However, you can redeem your investment without penalty at any time during this period, or hold the investment longer. Investors may invest, convert and redeem on a daily basis on which banks are open for business.

### How can I complain?

You can also send your complaint to the Fund's Management Company at 19, rue de Bitbourg, L-1273 Luxembourg or by e-mail to [complaintsLUX@waystone.com](mailto:complaintsLUX@waystone.com).

If you have a complaint about the person that advised you about this product, or who sold it to you, they will tell you where to complain.

### 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.

**Performance scenarios** You can find previous performance scenarios updated on a monthly basis at <https://funds.waystone.com/public>.

**Past performance** You can download the past performance over the last 4 years from our website at <https://funds.waystone.com/public>.

**Additional information** This document is available in English free of charge and is available on the management's company's website <https://funds.waystone.com/public>.

The details of the up-to-date remuneration policy of the Management Company, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of the persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee, are available on [www.waystone.com/waystone-policies/](http://www.waystone.com/waystone-policies/), a paper copy will be made available free of charge upon request.

Luxembourg's taxation regime may have an impact on the personal tax position of the investors.