

# 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

### **The Square Fund - Square Megatrends' Champions**

a compartment of The Square Fund

Name of the Manufacturer of the PRIIP (Packaged Retail Investment and Insurance-based Product): Edmond de Rothschild Asset Management (Luxembourg)

CLASS I - USD (H) Accumulation ISIN: LU2903446032

Head office: 4, rue Robert Stumper, L-2557 Luxembourg - Website of the manufacturer of the PRIIP: [www.edmond-de-rothschild.com](http://www.edmond-de-rothschild.com). Please call: +352 24881 for more information.

The Commission de Surveillance du Secteur Financier (CSSF) is responsible for supervising Edmond de Rothschild Asset Management (Luxembourg)

Edmond de Rothschild Asset Management (Luxembourg) is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

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

## What is this Product?

### Type

This Product is an investment fund under Luxembourg law, société d'investissement à capital variable - SICAV - incorporated as a société anonyme and governed by part I of the Luxembourg law of December 17, 2010 concerning undertakings for collective investment.

### Term

The lifespan of this Product is not limited.

### Objectives

The Product seeks to outperform its benchmark, the MSCI World 100% Hedged to EUR Net Total Return (the Benchmark), over a full investment cycle by investing in a portfolio of best in class companies which are well positioned to capitalise on favourable secular trends in their respective sectors.

### Benchmark

The benchmark index of the Product is the MSCI World 100% Hedged to EUR Net Total Return. The Product is actively managed and its performance is measured in reference to the Benchmark.

### Investment Policy

The Product will invest mainly in companies which benefit from key long term trends which are transforming our societies. Such trends include the digitalisation of the economy, ageing population, growth of the middle class in emerging economies, the consolidation of fragmented industries by industry leaders and the trend towards more stringent regulations.

The Investment Manager will focus on best in class companies in their respective fields characterised by attractive business economics, good management teams and attractive reinvestment opportunities. The Investment Manager will select these companies when their valuation is reasonable based on his analysis.

To achieve its investment objective, the Product will mainly invest in shares of companies publicly listed on the main Regulated Markets of OECD countries.

The Product may hold cash and cash equivalents on an ancillary basis.

The Product qualifies under Article 8(1) of the SFDR as it promotes a combination of ESG characteristics. Environmental, social and/or governance (ESG) criteria are one of the elements on which management focuses

The Product does not invest in sustainable investments with an environmental objective aligned with the EU Taxonomy.

The Product may take positions to hedge the portfolio against certain risks (interest, credit or exchange rates).

This class is hedged.

In principle, capital gains and other income of the Product will be re-invested and no dividend will generally be payable to shareholders.

### Intended investor

The Product is suitable for Institutional Investors who understand and are able to bear the risks of an investment in the Product, including the risk of losing all or substantially all of their investment.

Shareholders should note that the value of their investment could fall as well as rise and they should accept that there is no guarantee that they will recover their initial investment.

### Practical information

Depositary: Edmond de Rothschild (Europe)

Requests for redemption must be received by the Management Company, as the administrative agent of the Fund, before 3 p.m. (Luxembourg time) the relevant Valuation Day, or the following Valuation Day if such day is not a Valuation Day.

More detailed information on The Square Fund and the available sub-funds, such as the prospectus, the annual and semi-annual reports, can be obtained free of charge, in English from Edmond de Rothschild Asset Management (Luxembourg) at 4, rue Robert Stumper, L-2557 Luxembourg. The latest published prices of the class, the information regarding the net asset value, the calculations of the monthly performance scenarios and the past performances of the Product are available on the website [www.edmond-de-rothschild.com](http://www.edmond-de-rothschild.com).

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

### Risk Indicator

1	2	3	4	5	6	7
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Lower risk,

Higher risk,



The summary risk indicator assumes you keep the Product until maturity end of the recommended holding period (5 years). The actual risk can vary significantly if you cash in at an early stage and you may get back less. 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 it is not able to pay you.

We have classified this Product as 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions will likely impact the capacity of the Product to pay you.

The following risks may be relevant but may not always be adequately captured by this indicator:

**Risk linked to the use of derivative instruments:** The structured products in which the Product invests may be exposed to risks linked to derivative instruments. These derivative instruments may involve different types of risks leading to adjustments or to early payment. This could cause a loss of your investment value.

**Derivative for hedging purpose:** The use of derivatives for hedging in a rising market may restrict potential gains.

**Liquidity risk:** Liquidity risk exists when particular investments are difficult to purchase or sell. This can reduce the Product's returns because the Product may be unable to transact at advantageous times or prices. This can be the result of shocks of unprecedented intensity and severity such as but not limited to pandemics and natural disasters.

**Financial, economic and political risks:** Financial instruments are impacted by various factors, of which, without being exhaustive, the development of the financial market, the economic development of issuers who are themselves affected by the general world economic situation as well as economic and political conditions prevailing in each country.

**Operational risk:** Risk of loss resulting from human errors, inadequate or failed internal systems, processes or controls or from external events.

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

**Beware of currency risk. If an Investment Product is denominated in a currency other than the official currency of the State in which this Product is marketed, the final gain will therefore depend on the exchange rate between the two currencies. This risk is not taken into account in the indicator above.**

### 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 presented represent examples using the best and worst performances, as well as the average performance of the Product and/or appropriate benchmark indicator 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.

Investment \$ 10,000

The recommended holding period is 5 years.		If you exit after 1 year	If you exit after 5 years (recommended holding period)
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress scenario	What you might get back after costs	\$1,360	\$1,490
	Average return each year	-86.4%	-31.7%
Unfavourable scenario	What you might get back after costs	\$7,060	\$9,000
	Average return each year	-29.4%	-2.1%
Moderate scenario	What you might get back after costs	\$10,900	\$17,260
	Average return each year	9.0%	11.5%
Favourable scenario	What you might get back after costs	\$14,660	\$25,250
	Average return each year	46.6%	20.4%

This table shows the money you could get back over the recommended holding period of 5 years, under different scenarios, assuming you invest \$10,000.

Unfavourable scenario : this scenario occurred for an investment between 12/2021 and 12/2023.

Moderate scenario : this scenario occurred for an investment between 08/2017 and 08/2022.

Favourable scenario : this scenario occurred for an investment between 08/2016 and 08/2021.

### What happens if Edmond de Rothschild Asset Management (Luxembourg) is unable to pay out?

The Product's ability to pay out would not be affected by the insolvency of the manufacturer. You may however face a financial loss should the Depositary default on its obligations. Such default risk is limited as the Depositary is required by law and regulation to segregate its own assets from the assets of the Product. There is no compensation or guarantee scheme in place which may offset, all or any of, these potential losses.

## What are the costs?

The person advising on or selling 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 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. 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 per year is invested.

Investment \$ 10,000	If you exit after 1 year	If you exit after 5 years (recommended holding period)
Total costs	\$494	\$2,329
Annual Cost Impact (*)	4.9%	2.9% each year

The table shows the impact of the different types of costs on the investment return you might get at the end of the recommended holding period and what the different cost categories mean.

(\*) 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 14.39% before costs and 11.53% after costs.

We may share costs with the person selling the Product to you in order to cover the services they provide to you. If so, this person will inform you of the amount.

### Composition of Costs

Investment USD 10,000 and annual cost impact if you exit after 1 year

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	This includes distribution costs of 3.00% of the invested amount. This is the most you will be charged. The person selling you the Product will inform you of the actual charge.	\$300
Exit costs	We do not charge an exit fee for this Product (but the person selling you the Product may do so).	\$0
Ongoing costs (taken each year)		
Management fees and other administrative or operating costs	1.50% of the value of your investment per year. This figure is based on actual costs over the past year.	\$150
Transaction costs	0.13% of the value of your investment per year. This is an estimate of the costs incurred when we buy or sell the underlying investments for the Product. The actual amount will vary depending on how much we buy and sell.	\$13
Incidental costs taken under specific conditions		
Performance fees and carried interest	0.31% Description: 10% of the outperformance above the Benchmark MSCI World 100% Hedged to EUR Net Total Return, subject to a high-water mark. According to the HWM principle, no performance fee will be due if the NAV before performance fee turns out to be lower than the previous highest Net Asset Value on which a Performance Fee was paid. The calculation method is described in the prospectus. The Performance fee shall be paid out annually on 31.12.	\$31

The table shows the impact of the different types of costs on the investment return you might get at the end of the recommended holding period and what the different cost categories mean.

If you invest in this Product in the context of a life insurance contract or capitalisation contract, this document does not take into account the fees relating to this contract.

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

Recommended holding period : 5 years

This Product is designed for medium to long term investments. However, you can redeem your investment without penalty at any time during this time, or hold the investment longer.

The net asset value of the Product is calculated on each business day (each, a Valuation Day) on which banks are open in Luxembourg and the United States (official calendar of NYSE). Requests for redemption must be received by the Management Company, as the administrative agent of the Fund, before 3 p.m. (Luxembourg time) on the Business Day preceding the relevant Valuation Day.

### How can I complain?

If you have any complaints about the Product, the conduct of the manufacturer or the person that advised or sold this Product, please write to:

Edmond de Rothschild Asset Management (Luxembourg), 4 Rue Robert Stumper, L-2557 Luxembourg

<http://www.edmond-de-rothschild.com>

Telephone : +352 24881

### Other relevant information

Performance scenarios : You can find previous performance scenarios updated on a monthly basis at <https://navcentreifs.edram.com/en>.

Past performance data about this Product is presented for 7 year(s). For further information, please visit <https://navcentreifs.edram.com/en>.

When this Product is used as a unit-linked support for a life insurance or capitalisation contract, the additional information on this contract, such as the costs of the contract, which are not included in the costs indicated in 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.

Depending on your tax system, any capital gains and income related to the holding of shares in the Product may be subject to taxation. We advise you to inquire about this with the marketer of the Product or your tax advisor.

Other Product information documents are available in English and free of charge on request from the registered office of Edmond de Rothschild Asset Management (Luxembourg) at: 4 Rue Robert Stumper, L-2557 Luxembourg.

This key information document (KID) is updated annually.