

# 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

### PEGASO CAPITAL SICAV – Managed Volatility CR EUR (Currency: EUR)

#### ISIN: LU2623261109

a sub-fund of PEGASO CAPITAL SICAV (Société d'Investissement à Capital Variable) in form of a Société Anonyme

Management Company: ETHENEA Independent Investors S.A.

Website: [www.ethenea.com](http://www.ethenea.com)

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The Commission de Surveillance du Secteur Financier is responsible for the supervision of ETHENEA Independent Investors S.A. in relation to this Key Information Document.

This PRIIP is authorised in Luxembourg.

ETHENEA Independent Investors S.A. is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier.

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## What is this product?

### Type

The product is a share class of the sub-fund PEGASO CAPITAL SICAV – Managed Volatility which is part of PEGASO CAPITAL SICAV (the "Umbrella Fund"), an open-ended investment company with variable capital (Société d'Investissement à Capital Variable - SICAV) of the umbrella type governed by Part I of the Luxembourg Law of 17 December 2010, as amended (2010 Law), and thus qualifies as a UCITS. The assets and liabilities of each sub-fund are legally segregated.

### Term

The fund has no maturity date. Notwithstanding this provision, the fund may be dissolved at any time by the resolution of the Board of Directors/ the General Meeting.

### Objectives

#### Investment objective

The investment policy of PEGASO CAPITAL SICAV – Managed Volatility ("sub-fund" or "financial product") aims to generate positive annual returns while actively dampening the volatility of monthly returns. The sub-fund is actively managed. The composition of the portfolio is determined by the fund manager solely in accordance with the criteria laid down in the investment objectives / the investment policy, is regularly reviewed and, if necessary, adjusted. The sub-fund is not managed using an index as a benchmark. The fund manager will be able to use derivative strategies as part of his investment strategy. In this regard, a volatility management approach relying on some structural elements and on accurate ex ante risk controlling will be used. The most important structural elements aimed at limiting volatility are: the very strong preference for investing cash in high-quality bonds in order to reach a moderate average level of sensitivity to interest rate changes, the insignificance of direct investments in equities, and a focus on conservative derivative strategies which will be detailed below. In addition to this, the portfolio management team will constantly check and balance the prospective (ex-ante) level of risk embedded in the fund positions by regularly conducting Value-at-Risk and stress scenario analyses.

#### Investment policy

In principle, the sub-fund may invest in shares, bonds, money market instruments, certificates, other structured products (e.g. reverse convertible

bonds, warrant-linked bonds, convertible bonds), target funds and fixed-term deposits and overnight deposits, depending on the market situation and the assessment of the fund management. Such certificates may be based on legally permissible underlying assets such as, for example, shares, bonds, shares in investment funds, financial indices and foreign exchange. Bonds are only permitted if they have an investment grade rating. For bonds with more than one rating, the highest rating is taken into account. In the case of unrated issues, the rating of the issue is equated with that of the issuer. At the time of purchase, investments in bonds rated below investment grade will not exceed 5% of the sub-fund's net asset value. The investment in convertible bonds and bonds with warrants may not exceed 5% of the sub-fund's net asset value. Target funds may be acquired up to a maximum limit of 10% of the sub-fund's assets, making the sub-fund eligible as a target fund. The sub-fund may use derived financial instruments ("derivatives") in order to achieve the aforementioned investment objectives as well as for investment and hedging purposes.

#### Dividend policy

The income remains in the fund.

#### Subscription and redemption

In principle, investors may redeem their shares on any banking day in Luxembourg, with the exception of 24 and 31 December. The redemption of shares may be suspended in extraordinary circumstances if this is deemed necessary in the interests of investors.

#### Intended retail investor

The fund is aimed at all types of investors who pursue the goal of asset accumulation or asset optimisation and wish to invest for the medium term. They should be able to bear losses up to the amount of the capital invested.

#### Depository

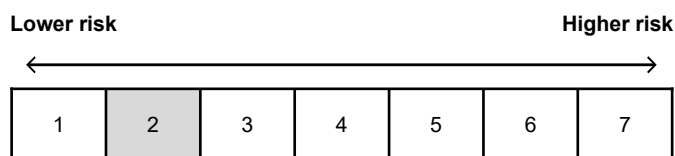
The fund's depository is DZ PRIVATBANK S.A., société anonyme, whose registered office is at 4, rue Thomas Edison, L-1445 Strassen, Luxembourg.

#### Further information

For the full criteria, please refer to the sales prospectus in the section "Risk profile" of the sub-fund PEGASO CAPITAL SICAV – Managed Volatility.

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

### Risk indicator



The risk indicator is based on the assumption that you will hold the product for 3 years.

If you cash in the investment early, the actual risk may differ significantly and you may get back less.

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 on this product because the markets develop in a certain way or because we are unable to pay you out.

We have classified this product as 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact our capacity to pay you.

**Please be aware of currency risk** if your reference currency differs from the currency of the product. You may receive payments in a different currency, so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Other risks not included in the risk indicator may be materially relevant:

- Liquidity risk
- Operational risks

Please see the sales prospectus for further information.

This product does not include protection against future market developments, so you could lose all or part of the capital invested.

## 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 scenario shown illustrate the worst, average and best performance of the product and the suitable benchmark over the last 10 years. The markets could develop completely differently in the future.

Recommended holding period:		3 years	
Example Investment:		10,000 EUR	
		If you exit after 1 year	If you exit after 3 years
Scenarios			
<b>Minimum</b>	There is no minimum guaranteed return. You could lose some or all of your investment.		
<b>Stress</b>	What you might get back after costs	7,430 EUR	8,040 EUR
	Average return each year	-25.70%	-7.01%
<b>Unfavourable</b>	What you might get back after costs	9,460 EUR	9,280 EUR
	Average return each year	-5.40%	-2.46%
<b>Moderate</b>	What you might get back after costs	9,740 EUR	9,690 EUR
	Average return each year	-2.60%	-1.04%
<b>Favourable</b>	What you might get back after costs	10,150 EUR	10,210 EUR
	Average return each year	1.50%	0.70%

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

Unfavourable scenario: This scenario occurred for an investment between March 2017 and March 2020, using an appropriate benchmark for the calculation.

Moderate scenario: This scenario occurred with an investment between September 2019 and September 2022, using an appropriate benchmark for the calculation.

Favourable scenario: This scenario occurred with an investment between March 2020 and March 2023, using an appropriate benchmark for the calculation.

## What happens if ETHENEA Independent Investors S.A. is unable to pay out?

The default of ETHENEA Independent Investors S.A. has no direct impact on your payout, as the statutory regulation provides that in the event of the insolvency of ETHENEA Independent Investors S.A., the special assets do not become part of the insolvency estate, but are maintained independently.

## 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 and how well the product performs, if applicable. 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 will be invested.

	If you exit after 1 year	If you exit after 3 years
<b>Total costs</b>	387 EUR	774 EUR
<b>Annual cost impact (*)</b>	3.9%	2.6% 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 will be 1.6 % before costs and -1.0 % after costs.

We may split a portion of the costs between us and the person who sells you the product to cover services provided to you. The latter will notify you of the amount if required by applicable laws.

#### Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
<b>Entry costs</b>	The entry costs amount to 2.00% (front-end load), which corresponds to a deduction of 1.96% of your investment amount. This is the maximum amount that can be withheld from your investment. The financial advisor will inform you about the actual value.	Up to 196 EUR
<b>Exit costs</b>	We do not charge an exit fee.	0 EUR
Ongoing costs taken each year		
<b>Management fees and other administrative or operating costs</b>	1.86% of the value of your investment per year. This is an estimate based on last year's actual costs.	186 EUR
<b>Transaction costs</b>	0.05% 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 depends on how much we buy and sell.	5 EUR
Incidental costs taken under specific conditions		
<b>Performance fees (and carried interest)</b>	There is no performance fee for this product	0 EUR

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

**Due to the risk and return profile, we recommend a holding period of at least 3 years for this product.**

However, you may redeem the product in accordance with the redemption methods set out in the sales prospectus. Early redemption can have a significant impact on the risk and return profile. The redemption may be temporarily suspended if there are circumstances which require a suspension and this is justified taking into account the interests of the investors.

### How can I complain?

In case of complaints, you may contact ETHENEA Independent Investors S.A. in writing at 16, rue Gabriel Lippmann, L - 5365 Munsbach, Luxembourg or by e-mail at [info@ethenea.com](mailto:info@ethenea.com). Further information can also be found on the following website: [www.ethenea.com](http://www.ethenea.com). Complaints about the person advising on or selling the product may be addressed directly to that person.

### Other relevant information

Further information on the sub-fund, the currently valid sales prospectus including appendix and articles of association as well as the latest annual and semi-annual reports, each in English, can be obtained free of charge during normal business hours from the Investment company, management company, depositary as well as the distributor(s) and institution(s) in accordance with the provisions of EU Directive 2019/1160 Art.92.

Further practical information as well as the current share prices can be obtained at any time from the homepage of the management company as well as free of charge from the above-mentioned offices. Furthermore, details of the current remuneration policy, including a description of how remuneration and other benefits are calculated and the identity of the persons responsible for allocating remuneration and other benefits, including the composition of the remuneration committee, if any, can be obtained from the management company's homepage as well as from the above-mentioned offices free of charge in hard copy. The management company's homepage is [www.ethenea.com](http://www.ethenea.com).

Tax regulations in the sub-fund's home member country may affect your personal tax position. Please consult your tax advisor regarding the tax implications of investing in the sub-fund.

This material information describes one share class of the sub-fund. The sub-fund is in turn part of an umbrella fund.

The prospectus and reports may contain information about all share classes of the entire fund named at the beginning of the document. The assets and liabilities of all sub-funds are legally separate from each other.

It is possible to exchange the shares of the sub-fund or share class for those of another sub-fund or another share class. Details of the conversion options and the associated costs can be found in the sales prospectus.

The investment company may be held liable solely on the basis of a statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the sales prospectus.

Because this share class has been newly launched, no useful information about the previous performance can be made available. The calculations of the previous performance scenarios can be found free of charge at: [https://www.ipconcept.com/ipc/en/funds\\_overview.html](https://www.ipconcept.com/ipc/en/funds_overview.html).

Swiss investors may receive copies of the prospectus (incl. management regulations or articles of association), the key information document as well as the annual and semi-annual report free of charge from the representative in Switzerland, IPCConcept (Schweiz) AG, Münsterhof 12, CH-8022 Zurich. The paying agent in Switzerland is DZ PRIVATBANK (Schweiz) AG, Münsterhof 12, CH-8022 Zurich.