

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 – Strategic Bond C USD (Hedged) (Currency: USD)

ISIN: LU0683647282

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

Call +352 27692110 for more information.

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.

Date of production of the Key Information Document: 19/02/2024

What is this product?

Type

The product is a share class of the sub-fund PEGASO CAPITAL SICAV – Strategic Bond 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 objective of the investment policy of PEGASO CAPITAL SICAV – Strategic Bond ("sub-fund" or "financial product") is to achieve medium-term capital growth through a flexible fixed income asset allocation based on the trends and opportunities offered by the financial markets. 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.

Investment policy

In principle, the sub-fund may invest in bonds, money market instruments, certificates, other structured products (e.g. reverse convertible bonds, warrant-linked bonds, convertible bonds), target funds, shares 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. Emerging market corporate and government bonds will not exceed 40% of the portfolio. At the time of purchase, investments in bonds rated below investment grade will not exceed 50% of the sub-fund's net asset value. A maximum of 15% can be invested in unrated bonds. Non-

performing and defaulted bonds (from CCC+ or equivalent to D or equivalent) are permitted up to a limit of 5% in total. A maximum of 15% of the sub-fund may be invested in convertible bonds. The portfolio may also invest in shares resulting from the conversion of bonds held in the portfolio provided that the total amount does not exceed 10% of the net asset value of the portfolio. The sub-fund's investment universe may also include structured bonds up to a maximum of 10%. Contingent convertible bonds will not exceed 25% of the sub-fund's net asset value. Target funds may be acquired to more than 10% of the sub-fund's assets, making the sub-fund ineligible 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.

The share class is hedged against currency fluctuations resulting from the fund currency. Hedging is associated with inefficiencies. It can therefore not be guaranteed that all currency fluctuations are completely reduced by the hedging.

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

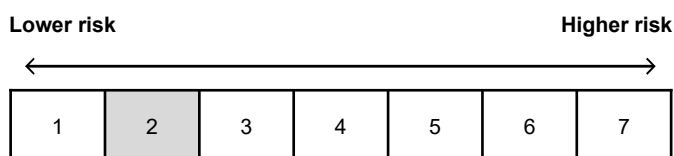
The fund's depository is DZ PRIVATBANK S.A., société anonyme, whose registered office is at 4, rue Thomas Edison, L-1445 Strassen, Luxembourg.

Further information

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

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.

• Operational risks

Please see the sales prospectus for further information.

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

- Liquidity risk

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 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.

Recommended holding period:		3 years	
Example Investment:		10,000 USD	
		If you exit after 1 year	If you exit after 3 years
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	7,890 USD	8,400 USD
	Average return each year	-21.10%	-5.65%
Unfavourable	What you might get back after costs	8,930 USD	9,210 USD
	Average return each year	-10.70%	-2.71%
Moderate	What you might get back after costs	10,010 USD	10,510 USD
	Average return each year	0.10%	1.67%
Favourable	What you might get back after costs	10,650 USD	11,070 USD
	Average return each year	6.50%	3.45%

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

Unfavourable scenario: This scenario occurred with an investment between September 2019 and September 2022.

Moderate scenario: This scenario occurred for an installation between November 2014 and November 2017.

Favourable scenario: This scenario occurred with an investment between January 2016 and January 2019.

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 USD will be invested.

	If you exit after 1 year	If you exit after 3 years
Total costs	414 USD	908 USD
Annual cost impact (*)	4.1%	2.8% 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 4.5 % before costs and 1.7 % 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
Entry costs	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 USD
Exit costs	We do not charge an exit fee.	0 USD
Ongoing costs taken each year		
Management fees and other administrative or operating costs	1.17% of the value of your investment per year. This is an estimate based on last year's actual costs.	117 USD
Transaction costs	0.44% 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.	44 USD
Incidental costs taken under specific conditions		
Performance fees (and carried interest)	0.57% of the value of your investment per year. The actual amount depends on how well your investment performs. The above estimate of cumulative costs includes the average of the last five years.	57 USD

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. Further information can also be found on the following website: 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.

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.

Information on the past performance of the product for the last up to 10 years including calculations of past performance scenarios can be found free of charge at: 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, IPConcept (Schweiz) AG, Münsterhof 12, CH-8022 Zurich. The paying agent in Switzerland is DZ PRIVATBANK (Schweiz) AG, Münsterhof 12, CH-8022 Zurich.