

EnCor Akciový OPF, class B

In this document you will find key information about this investment product. It is not promotional material. The provision of this information is required by law to help you understand the nature, risks, costs, potential returns, and losses associated with this product and to compare it with other products.

PRODUCT

Product name: EnCor Akciový, otevřený podílový fond („Fond“). The Fund issues Class A, B, C, D and E units. This Key Information Notice relates to Class B.

ISIN: CZ1005100055

The product creator and manager of the Fund is EnCor Asset Management, investiční společnost, a.s., with registered office at Pernerova 691/42, 186 00 Prague 8 - Karlín, ID No.: 108 91 498 (the "Company"). The Company is authorised in the Czech Republic and is subject to the supervision of the Czech National Bank.

Contact details: more information about the product can be obtained on the website www.encoram.com, e-mail welcome@encorwealth.com or phone +420 230 234 111.

Supervisory authority responsible for the supervision of the Company and the Fund in relation to the Key Information Document: The Czech National Bank

Date of preparation of this document: 23.12.2024

The product you are considering buying is not simple and can be difficult to understand.

WHAT PRODUCT IS IT?

Product type: Open-ended mutual fund, namely a special collective investment fund.

Objectives: The Fund's investment objective is to achieve attractive long-term returns on par with global stock markets and to maximize returns in Czech koruna. To this end, the Fund invests primarily in exchange-traded funds (ETFs) that provide exposure to global stock markets, regions, sectors, and investment themes, as well as in shares of Czech companies. The target weighting of Czech stocks is approximately 20% of the portfolio; the remainder of the portfolio is invested primarily through global equity ETFs. The portfolio allocation is based on predetermined strategic target weightings for individual investment components. To maintain the target allocation, the portfolio is rebalanced regularly, typically on a quarterly basis. The actual representation of individual investment components may temporarily deviate from the target weights between rebalancing events, primarily as a result of changes in market prices. The Fund invests in assets denominated in CZK, EUR, USD, and other currencies. The portfolio manager decides on any currency hedging based on the specific situation. The Fund reinvests the profits and returns from its operations attributable to Class B shares, and these profits and returns are reflected in the value of the shares of this class. The Fund does not actively track any index or benchmark.

Neither the redemption of the investment in the Fund nor the return on such investment is secured or guaranteed. The Fund is not a secured or guaranteed investment fund, and no guarantees are given by third parties to investors in this regard.

For whom is the product intended: The Fund can be offered to the public, or the public is entitled to acquire the Fund's units. Investment in the Fund is suitable for investors who wish to achieve higher appreciation of their funds with a higher level of risk and wish to incorporate this type of investment into their portfolio. The investor should be able to accept longer periods of negative development in the value of the unit. Due to the risks to which the Fund's investments may be exposed, it is not recommended to finance the purchase of share classes by credit or loan. The recommended investment horizon is at least 5 years.

Duration of the Fund: The Fund was created for an indefinite period of time. In view of this, there is no maturity date.

Other information: The Fund's depositary is UniCredit Bank Czech Republic and Slovakia, a.s. The administrator of the fund is WOOD & Company investment company, a.s. Further information about the Fund, including the Statute, annual reports, and practical information, including the current value of the product, is available, free of charge, in Czech language, on the website www.encoram.com.

WHAT RISKS AM I TAKING AND WHAT RETURN COULD I ACHIEVE?

Description of risk and return profiles

The Fund is subject to the general risks associated with investing in investment funds (e.g., market, credit, operational and currency risk), other general risks extended by the investment strategy (e.g., concentration risk) and specific risks associated with the investment strategy (e.g., liquidity risk). A detailed description of the risks is contained in the Statute, and a detailed description of the returns is contained in the annual report. The Fund is denominated in Czech koruna, but it also invests in foreign currency assets. However, currency risk is actively managed with the aim of maximising returns in Czech koruna.

Sustainability risks are considered in accordance with the published policy on the integration of risks into investment decision-making processes.

Summary Risk Indicator (SRI)

Low risk Higher risk						
Potentially lower returns				Potentially higher returns		
1	2	3	4	5	6	7

The aggregate risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely the product is to lose money due to market movements or because we are unable to pay you. We have ranked this product as Class 4 out of 7, the fourth lowest risk class.

The risk indicator assumes that you keep the product for 5 years. The actual risk may vary significantly if you cash out the product at the initial stage and you may recover less money. The risk of the product may be significantly higher than that shown in the summary risk indicator if the product is not held for the recommended holding period; section 'How long should I hold the investment? Can I withdraw money early?' sets out more detailed conditions.

Other risks not reflected in the SRI

Operational risk is realized in the form of losses resulting from internal process deficiencies or failures, human factors, or external events.

Settlement risk is associated with the fact that the settlement of a transaction does not take place as expected due to counterparty default or liquidity constraints, e.g., suspension of redemption of underlying fund units.

Maximum possible investor loss

The maximum potential loss represents the investor's entire investment (the amount invested or the current value of the investment). In addition to the capital invested, the investor does not bear the risk of incurring any other financial liabilities or obligations (including contingent liabilities).

PERFORMANCE SCENARIOS

Future market developments are uncertain and cannot be predicted with accuracy. The above scenarios are examples based on past performance and certain assumptions. Markets may develop very differently in the future. The stress scenario shows what you could recover under extreme market conditions. The figures shown include any costs of the product itself but may not include any costs you pay to your adviser or distributor. The figures do not consider your personal tax situation, which may also affect how much you recover.

Recommended holding period: 5 years			
Example investment: CZK 250 000			
There is no guarantee of a minimum yield. You could lose some or all of your investment.			
Scenarios		If you exit the investment after one year	If you exit the investment after the recommended holding period (5 years)
Favourable scenario	How much you could get back after deducting costs	337 172 Kč	417 872 Kč
	Average annual return	34,87 %	10,82 %
Moderate scenario	How much you could get back after deducting costs	258 713 Kč	338 526 Kč
	Average annual return	3,48 %	6,25 %
Adverse scenario	How much you could get back after deducting costs	207 562 Kč	237 402 Kč
	Average annual return	-16,98 %	-1,03 %
Stress scenario	How much you could get back after deducting costs	51 448 Kč	42 239 Kč
	Average annual return	-79,42 %	-29,93 %

WHAT HAPPENS IF THE FUND IS UNABLE TO MAKE A PAYOUT?

The assets, where it is possible, are in the custody of the Fund's depository, who also maintains the Fund's cash accounts. The assets in the Fund are separate from the assets of the product creator and cannot be affected in the event of the insolvency of the product creator. The potential loss is not covered by any compensation or guarantee scheme for investors (Deposit Insurance Fund, Securities Dealers Guarantee Fund, etc.).

WHAT COSTS ARE ASSOCIATED WITH THE INVESTMENT?

The tables below show the amounts that cover different types of costs from your investment. These amounts depend on the amount of your investment; the length of time you hold the product and the performance of the product. The figures shown include all costs of the product itself but may not include all costs you pay to your adviser or distributor. The person selling or advising you about the product may charge you other costs. If this is the case, that person will provide you with information about these costs and how they affect your investment.

The amounts shown in the following tables are examples based on a sample investment of CZK 250,000 and different possible investment periods.

Cost over time

	If you exit the investment after one year	If you exit the investment after the recommended holding period (5 years)
Total costs	10 922 Kč	31 713 Kč
Impact on return p.a.*	4,37 %	2,54 % every year
* This figure shows how the costs reduce your return each year over the holding period. We have assumed that a) CZK 250,000 is invested, b) the entry fee is the maximum possible 3% of the investment value, c) the Fund's performance will evolve according to the moderate scenario. We may share some of the costs with the person selling the product to you in order to cover the services provided. You will be advised of the amount by that person.		

Composition of costs

Impact of different types of costs on the return on investment		If you exit the investment after the recommended holding period (5 years)
One-off costs on entry or exit		
Cost of entry	Maximum 3% of the amount you pay on joining in connection with this investment. This is the maximum amount you will be charged. The person selling you the product will tell you the actual amount of the fee.	7 282 Kč
Cost of exit	No exit fee applies	0 Kč
Ongoing costs charged each year		
Management fees and other administrative or operating costs	The impact of the costs we incur each year to manage your investments. The Company's fee for managing the Fund is 1% of the value of your investment per year.	3 641 Kč
Transaction costs	The impact of the cost of our purchases and sales of underlying investments on the product	243 Kč
Incidental costs under certain conditions		
Performance fees and capital appreciation fees	The capital appreciation remuneration (a share of the annual growth in the value of the unit) is 10% (high-water mark method). The actual amount will vary depending on the performance of your investment. The cumulative cost estimate above includes an average over the last five years.	0 Kč

HOW LONG SHOULD I HOLD THE INVESTMENT? CAN I REDEEM THE CASH EARLIER

The recommended holding period is 5 years or more.

The minimum amount for which an individual redemption of Fund units can be made is CZK 1,000. Redemption of Fund units may be requested at any time. If the investment horizon is not met, the actual risk expressed by the summary risk indicator may be higher. Failure to meet the investment horizon may affect the return on investment as expressed by the RIY ("reduction in yield") as well as the performance scenarios mentioned above (see information above).

HOW CAN I FILE A COMPLAINT

A complaint may be submitted in any of the ways listed below:

- by post to EnCor Asset Management, Investment Company, a.s., with registered office at Perneroва 691/42, 186 00 Prague 8;
- by email at welcome@encorwealth.com;
- in person at the Company's registered office.

Detailed conditions for filing a complaint or filing a claim can be found in the Complaints Procedure published on the website www.encoram.com. The Investor is entitled to file a complaint against the Company's conduct with the supervisory authority, i.e., The Czech National Bank, Na Příkopě 28, 115 03 Prague 1, or apply to the Financial Arbitrator or a competent court.

OTHER RELEVANT INFORMATION

The Fund's Statute, the Fund's most recently published annual report and the Fund's semi-annual report will be provided free of charge upon request by the investor. These documents are also available to the investors on the Company's website at www.encoram.com, together with details of the Fund's performance to date. Additional information about the Fund can be obtained, if necessary, by contacting EnCor Asset Management, Investment Company, a.s., with registered office at Perneroва 691/42, 186 00 Prague 8, or by calling + 420 230 234 111, or by sending an e-mail to welcome@encorwealth.com and visiting the website at www.encoram.com.