KAIROS International Sicav

Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Kairos International Sicav - Financial Income X - EUR

ISIN: LU1559732851

The Fund is managed by Kairos Partners SGR S.p.A.

Objectives and Investment Policy

Asset class: fixed income

Base currency: Euro

Investment objective: capital appreciation

Investment policy: The Sub-Fund's investment objective is to gain exposure to the financial sector via the investment in debt obligations. Up to 100% of the Sub-Fund's assets may be invested in debt instruments issued by European and non-European financial institutions (including, but not limited to, banks).

Debt instruments may include contingent-convertible instruments, hybrid securities, other subordinated debt, convertible securities as well as deposits and senior both secured and unsecured bonds or securities issued by special purpose vehicles (as in the case of securitizations). The Sub-Fund may invest up to 25% of its assets in convertible bonds.

The Sub-Fund may invest up to 70% of its assets in debt obligations issued by non-rated issuers or issuers whose rating is non-investment grade. The Sub-Fund will invest at least 50% of its invested portfolio in securities issued by issuers of the financial sector; other issuers include sovereign states, supranational entities, corporate issuers, special purpose vehicles or other legal entities resident in OECD or other countries, without constraints as to the choice of the reference currency.

Up to 10% of the invested portfolio might be invested in equity and equity-related instruments.

The derivatives used shall include both listed and over-the-counter derivatives and may be denominated in Euro or in any foreign currency. Such instruments shall include, but may not be limited to, interest rate derivatives, credit derivatives, swaps, CFDs, futures and options on indices and/or single names. The aggregate exposure of derivative instruments may be equal to the Sub-Fund's aggregate assets and could significantly affect its performance.

The financial instruments of the Sub-Fund are exclusively selected based on financial considerations. Therefore, as the Sub-Fund does not pursue sustainable investment objectives nor aims at promoting environmental and social characteristics, the disclosure pursuant to art. 8 and 9 of Regulation (EU) 2019/2088 is not required to be complied with.

Benchmark: 70% ICE BofAML Euro Investment Grade Contingent Capital Index (COCE) + 30% ICE BofAML Euro Financial Subordinated & Lower Tier 2 Index (EBSL).

Use of benchmark: The Sub-Fund shall be actively managed, with full discretion over the composition of the portfolio. The Benchmark is used for performance comparison and performance fee calculation.

The shares of the Sub-Fund can normally be bought and sold on a daily basis.

The Investment Manager has discretion in the selection of the investments of the Sub-Fund.

Income of this share class will be re-invested.

The Sub-Fund may not be appropriate for investors who plan to withdraw their money within three to five years.

Risk and Reward Profile

Lower risk ← → Higher risk

Potentially lower reward — Potentially higher reward

1	2	3	4	**5**	6	7

The risk and reward profile of the Sub-Fund is represented by a synthetic indicator which classifies the Sub-Fund on a 1 to 7 ranking. Such ranking, in ascending order from left to right, represents the risk and reward levels from the lower to the higher.

The above risk indicator is based on the historic volatility of the simulated net asset value of the share class and it may not be a reliable indication of the future risk profile of the share class.

The risk category shown above is not guaranteed and may change over time.

The lowest category does not mean risk free.

This share class is classified in category 5 because its net asset value has shown medium to high fluctuations historically.

The following risks may be materially relevant for the Sub-Fund and may not be adequately captured by the above indicator:

- Credit risk, i.e. the risk that the issuer of a financial instrument does not return capital or pay income;
- Liquidity risk, i.e. the risk that, in particular market circumstances, there are insufficient buyers or sellers to allow the Sub-Fund to sell or buy financial instruments readily for a convenient price;
- Counterparty risk, i.e. the risk that an institution acting as a counterparty in transactions in financial derivatives or for the safekeeping of assets of the Sub-Fund may become insolvent;
- Operational risk, including the risks linked to the safekeeping of assets in certain markets or those related to unpredictable or force majeure events;
- Risks linked to the investment in financial derivatives, i.e. the risk that variations in the market prices of the underlying instruments may be magnified in terms of profits and losses for the Sub-Fund (leverage);
- Event Risk, i.e. the risk that some unexpected event will cause a substantial decline in the market value of a security, e.g. devaluations, political events, etc.;
- Sustainability risk: means an environmental, social or governance event or condition that, if it occurs, could cause a negative material impact on the value of the investment. The sustainability risk is currently assessed only for the sub-funds pursuing sustainable investment objectives or aiming at the promotion of environmental and/or social characteristics.

For more details about risks, please see section Risk Warnings in the prospectus.

Charges for this Fund

The charges you pay are used to pay the costs of running this share class, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges that may be taken before or after you invest	
Entry charge	0.00%
Exit charge	0.00%

This is the maximum that might be taken out of your money before it is invested and before the proceeds of your investment are paid out.

Charges taken from the Fund over a year	
Ongoing charge	0.59%

Charges taken from the Fund under certain specific conditions

Performance fee
10.00% of the difference – if positive – between the Gross Asset Value and the Reference Asset Value, adjusted by the benchmark and taking into account capital movements. Losses recorded in the previous five years must be recovered. Relative method. Annual crystallization. For the last financial year the performance fee was 0.51%.

Dilution levy max. 2% if the Sub-Fund is penalized by transaction costs due to substantive subscriptions or redemptions.

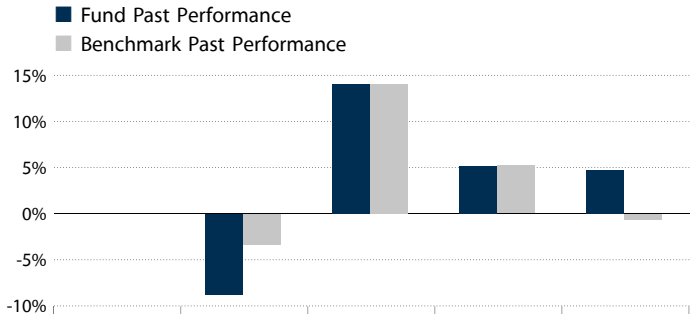
The entry and exit charges shown are maximum figures. In some cases you might pay less - ask your financial adviser to find out if you will pay less.

The ongoing charges figure is based on expenses for the year ending 31/12/2021. This figure may vary from year to year. It excludes:

- Performance fees
- Portfolio transaction costs, except in the case of an entry or exit charge, paid by the Sub-Fund when buying or selling units in another collective investment undertaking.

For more information about charges, please see Section Fees and Expenses of the prospectus.

Past Performance



	2017	2018	2019	2020	2021
		-8.7%	14.0%	5.1%	4.7%
		-3.3%	14.0%	5.2%	-0.6%

Past performance is not a guide to future performance.

Performance data have been calculated in EUR including tax, ongoing charges and portfolio transaction costs and excluding entry and exit charges.

Until 01/04/2022 the comparison benchmark was 50% ICE BofAML High Yield Contingent Capital Index (COHY Index) + 50% ICE BofAML Euro Financial Subordinated & Lower Tier 2 Index (EBSL Index).

Launch date of the Sub-Fund: 2017

Launch date of the share class: 2017

Practical Information

The depositary bank is BNP Paribas Securities Services, Luxembourg Branch.

Further information in English on Kairos International Sicav, a copy of its prospectus, latest annual and semi-annual report and the net asset value per share are available from www.kairospartners.com or can be requested free of charge from the registered office of the fund or from your financial advisor. The Sub-Fund is subject to the laws and regulations of Luxembourg. Depending on your country of residence this might have an impact on your personal tax position.

The details of the up to date remuneration policy, including but not limited to a description of how remuneration and benefits are calculated, the identities of persons responsible for awarding the remuneration and benefits including the composition of the remuneration committee, in case such committee exists, are available at the website of the Management Company www.kairospartners.com, section About Us/Corporate Policies and a paper copy will be made available free of charge upon request.

Kairos Partners SGR S.p.A. and Kairos International Sicav may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Prospectus.

Kairos International Sicav comprises separate sub-funds, each of which issues one or more share classes. This document is specific to the share class stated at the beginning of this document. However, the prospectus, annual and semi-annual reports are prepared for the umbrella fund.

The Sub-Fund's assets are held separately from the assets of the other sub-funds and each sub-fund has segregated liability, i.e. the Sub-Fund's assets may not be used to discharge the liabilities of the other sub-funds.

Further information about other share classes and information on the conditions to be met for switching your shares in the Sub-Fund into shares in other sub-funds can be found in the prospectus.

KAIROS International Sicav

This fund is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF). Kairos Partners SGR S.p.A., as management company of the Fund, is authorised in Italy and regulated by the Banca d'Italia and the Commissione Nazionale per le Società e la Borsa (CONSOB). This key investor information is accurate as at 1 July 2022.