



EdR SICAV – Equity US Solve (the “Sub-fund”), a sub-fund of the Edmond de Rothschild SICAV

Share class J EUR (H) (the “Class”) – FR0013404456

Management company: Edmond de Rothschild Asset Management (France), part of the Edmond de Rothschild Group

UCITS subject to French law

Objectives and investment policy

Management objective: The aim of the Sub-fund, over its recommended investment horizon, is to provide partial exposure to the performance of North American equity markets, while hedging the equity risk at all times, completely or in part, on options and futures markets, in line with the manager's expectations. The Sub-fund is actively managed, which means that the manager makes investment decisions with the aim of achieving the sub-fund's objective and investment policy. This active management includes taking decisions related to asset selection, regional allocation, sectoral views and overall market exposure. The Manager is in no way limited by the composition of the benchmark index in the positioning of the portfolio, and the Sub-fund may not hold all the components of the benchmark index or indeed any of the components in question. The Sub-fund may diverge wholly or significantly from the benchmark index or, occasionally, very little.

Benchmark index: 56% S&P 500 Index, net dividends reinvested and hedged in EUR + 44% Capitalised ESTR

Investment policy: The Sub-fund will use discretionary management techniques intended to expose it to North American equity markets by investing in North American equities or via derivatives on North American equities or equity indices or via UCIs. The management company will manage exposure to equity risk for between 0% and 90% of the Sub-fund's net assets by implementing hedging strategies via trading on options and futures markets. More specifically, the implementation of hedging intended to maintain exposure to equity risk at between 0% and 90% is determined on a discretionary basis by the management team depending on their expectations and on market conditions. The objective of the implementation of these hedging strategies is to mitigate significant equity market shocks, which means that the Sub-fund will benefit less from bullish periods. These hedging strategies also allow the management team, in a tactical and opportunistic manner, to seek to optimise the cost of hedging the portfolio. Exposure to equity markets will be established through “core” management, consisting of index futures, North American equities that may be included in the S&P 500 or ETF index, in addition to which a “satellite” approach, actively managed for diversification purposes, will be taken. Through this “satellite” portion, the manager may thus accentuate or mitigate certain sectoral biases according to market expectations. These investments may be made via direct investments in securities, UCIs and futures or index options.

The ESG investment universe consists of short-term public debt securities (up to one year) issued by the United States, and private Investment Grade (AAA to BBB-) and High Yield (BB to CCC) debt securities. The management company may select securities from outside this ESG universe. However, it will ensure that the chosen ESG universe offers a relevant comparison for the Sub-fund's ESG rating. At least 90% of the Investment Grade debt securities and money market instruments and 75% of the High Yield debt securities and money market instruments will have an ESG rating.

Although exposure will be primarily sought on equity markets, the Sub-fund may invest up to 100% of its net assets in debt securities and money market instruments denominated in dollars or other currencies.

The Sub-Fund will target issues from public or private issuers with a maximum residual term of 397 days for fixed-rate issues and a maximum of two years for variable-rate issues. These will primarily be “investment grade” securities, i.e. securities for which the risk of default by the issuer is the lowest (securities rated greater than or equal to BBB- or whose short-term rating is greater than or equal to A-3 according to Standard & Poor's or an equivalent agency or with an equivalent internal rating from the Management Company).

Securities which have not been rated by a rating agency, but which have been rated as “Investment Grade” by the Management Company will be limited to 15% of the net assets. Up to 10% of the Sub-Fund's net assets may also be invested in high-yield securities, i.e. speculative securities for which the risk of default by the issuer is greater (securities rated below BBB- or whose short-term rating is below or equal to A-3 according to Standard & Poor's or an equivalent agency or with an equivalent internal rating from the Management Company).

Subject to a limit of 100% of its net assets, the Sub-fund may use over-the-counter derivative instruments or financial contracts traded on a regulated or organised market for the purposes of hedging and exposure up to a limit of between 0% and 90% exposure to equity risk.

The Sub-fund will not invest in embedded derivatives.

In addition, the Sub-fund may invest up to 10% of its net assets in units or shares of UCIs or other eligible Investment Funds.

The Sub-fund may use over-the-counter forward foreign exchange contracts in the form of total return swaps (TRS) on equities, equity indices and/or equity baskets up to a limit of 80% of its net assets. The expected proportion is 30%.

The Sub-fund may hold securities denominated in a currency other than the dollar. In particular, it may invest in securities in euros and in Canadian dollars. These securities will be hedged against currency risk. However, residual exposure to currency risk of up to 10% of the net assets may remain.

For the purposes of efficient portfolio management and without deviating from its investment objectives, the Sub-fund may enter into repurchase agreements covering eligible Transferable Securities or Money Market Instruments, subject to a limit of 25% of its net assets.

J EUR (H) shares are systematically and fully hedged against USD/EUR currency risk via forward currency contracts, swaps or currency options.

Frequency of share buying or selling: Daily, with the exception of French public holidays and/or days on which the French and US markets are closed (pursuant to the official calendars of Euronext Paris S.A. and the NYSE), for all orders received at the clearing house on each net asset value calculation day before 12.30 p.m. at that day's net asset value.

A redemption cap mechanism (known as “Gates”) may be implemented by the management company. The operating procedures are described in the Prospectus and the Articles of Association of the SICAV.

Allocation of income: Distribution

Allocation of net realised gains: Accumulation and/or Distribution and/or Carried forward

Other information: Environmental, social and governance (ESG) criteria are one of the components of the management; their weighting in the final decision is not defined in advance.

Recommended investment period: more than 3 years

Risk and reward profile



1	2	3	4	5	6	7
---	---	---	---	---	---	---

The above indicator is calculated on the basis of historical data and may, therefore, not be a reliable indication of the future risk profile of the UCITS. It is not certain that the risk and reward category shown will remain unchanged and the classification may change over time. Category 1 does not mean that an investment is risk-free. Repayment of the initial investment is not guaranteed.

This Sub-fund is rated in category 5, in line with the type of securities and geographic regions presented under the heading “Objectives and investment policy”, as well as the currency of the share.

Significant risks not taken into account in this indicator:

Credit risk: risk that the issuer of the bond or money market securities may not be able to meet its obligations or that its credit rating may be downgraded. It may also be the result of an issuer defaulting on repayment at maturity.

Liquidity risk: risk linked to the low level of liquidity in the underlying markets, which makes them sensitive to significant buy/sell trends.

Derivative risk: the use of derivatives may cause a greater drop in the value of net assets than that of the markets in which they are invested.

Counterparty risk: this is the risk that a market participant will default, preventing them from honouring their commitments in respect of your portfolio.

The occurrence of any of these risks may negatively impact the net asset value.

Charges

One-off charges taken before or after you invest	
Entry charge	None
Exit charge	None
This is the maximum that might be taken out of your money before it is invested/before the proceeds of your investment are paid out.	
Charges taken from the UCITS over a year	
Ongoing charges	0.65%
Charges taken from the UCITS under certain specific conditions	
Performance fee 15% per year of the outperformance compared to the benchmark index. In the event of the outperformance of the unit of the Sub-fund compared to its benchmark index, and even if its performance is negative, an outperformance fee may be charged for the reference period.	

Past performance

Regulations state that only subscribed units or units with a past performance history greater than 12 months can be shown.

The charges and fees you pay are used to cover the costs of running the Sub-fund, including the costs of marketing and distributing the shares. These charges reduce the potential growth of your investment.

The entry and exit charges shown here are maximum figures; in some cases, investors may pay less.

Investors can find out the actual entry and exit charges from their adviser or distributor.

The ongoing charges figure is based on the charges for the year ending in September 2021.

This figure may vary from year to year.

It excludes intermediary fees with the exception of the entry and exit charges paid by the Sub-fund when buying or selling units and/or shares of other UCIs and investment funds.

The performance fee, excluding ongoing charges, was paid during the last financial year ended September 2021 and represents 0.00% of average net assets.

More detailed information on charges and fees can be found in the Sub-fund prospectus and on the website www.edram.fr.

Past performance is not an indication of future returns. Performance may vary over time.

Ongoing charges, intermediary fees and any performance fees charged are included in the performance calculation. Entry and exit charges are excluded.

Past performance has been calculated in EUR, with net dividends reinvested.

EdR SICAV – Equity US Solve was launched on 24.04.2019

Unit launch date: 02.2021

Benchmark index: 56% S&P 500 index, net dividends reinvested, and hedged in EUR and 44% Capitalised €STR

A: Until 30.09.2021, the benchmark index was 56% S&P 500 index, net dividends reinvested, and hedged in EUR and 44% Capitalised EONIA.

Practical information

The depositary of the UCITS is Edmond de Rothschild (France).

The UCITS prospectus, its latest annual report and any subsequent interim report (in French and English) are available free of charge upon written request sent to Edmond de Rothschild Asset Management (France) 47, rue du Faubourg Saint-Honoré - 75401 Paris Cedex 08 - France, telephone: +33 1 40 17 25 25, email: contact-am-fr@edr.com. The price of the shares and, where applicable, information about other share classes are available online at www.edram.fr. Detailed information on the remuneration policy established by the management company, including a description of the method used to calculate remuneration and benefits, is available online at <http://www.edmond-de-rothschild.com/site/France/en/asset-management>. A written copy of the policy is available free of charge from the management company upon request.

French tax law can have an impact on the investor's personal tax situation.

Edmond de Rothschild Asset Management (France) may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the corresponding parts of the UCITS prospectus.

The UCITS and its shares are not and will not be registered in the United States under the Securities Act of 1933 or any other US regulation. The Sub-fund may either subscribe to units or shares of target funds likely to participate in initial public offerings of US securities ("US IPOs") or participate directly in US IPOs. The Financial Industry Regulatory Authority ("FINRA"), in accordance with rules 5130 and 5131 of FINRA (the "Rules"), has decreed prohibitions regarding the eligibility of certain persons to participate in the allocation of US Initial Public Offerings when the effective beneficiary(ies) of such accounts are financial services professionals (including, among others, owners or employees of member firms of FINRA or fund managers) ("Restricted Persons") or executive managers or directors of US or non-US companies that may do business with member firms of FINRA ("Covered Persons"). The Sub-fund may not be offered or sold for the benefit or on behalf of a "US Person", as defined by "Regulation S", or to investors considered Restricted Persons or Covered Persons in conformity with the FINRA Rules. Investors should seek advice from their legal advisor if there are any doubts about their status.

This UCITS is authorised in France and regulated by the Autorité des Marchés Financiers (AMF).

Edmond de Rothschild Asset Management (France) (Paris Trade and Companies Register No. 332 652 536) is authorised in France under the number GP-04000015 and regulated by the AMF.

This key investor information is accurate and up to date as at 12.07.2022.