

# Tikehau Fund - Tikehau Impact Credit

Share class SF-Acc-EUR (ISIN LU2349747696)

A Sub-Fund of Tikehau Fund. A UCITS managed by Tikehau Investment Management

## Investment objectives and policy

Tikehau Impact Credit (the "**Sub-Fund**") is a sub-fund of Tikehau Fund (the "**Fund**"). The Sub-Fund entails a sustainable investment objective pursuant to article 9 of the SFDR by which it aims at contributing to the transition towards a net zero carbon economy (the "**Impact Objective**") and seeks to achieve an annualised net performance higher than 3-month Euribor ("EUR 3M") + 200 basis points, net of management fees over a minimum investment period of five (5) years (the "**Financial Objective**"). In the event of an unfavourable trend in expected market conditions the Financial Objective may not be achieved.

Investors' attention is drawn to the fact that the Sub-Fund is actively managed and its strategy will never consist in tracking the composition of a benchmark index, provided that the Global High Yield Index (HW00) Index may be used as a representative investment universe from which the Sub-Fund usually selects securities. Nonetheless, the Management Company has full discretion over the composition of the portfolio of the Sub-Fund, and there are no restrictions on the extent to which the Sub-Fund's portfolio and performance may deviate from those of the Global High Yield Index (HW00) Index. Also, the 3-month Euribor index may be used to calculate the performance fee and/or as an ex-post performance indicator. As stated above, the Management Company has full discretion over the composition of the portfolio of the Sub-Fund and it should be noted that the composition of the Sub-Fund's portfolio and performance of the Sub-Fund are not linked to the 3-month Euribor index.

Pursuant to the Impact Objective, the Sub-Fund's shall, (i) have a portfolio weighted average carbon intensity (the "**Carbon Intensity**") at least 30% lower than that of the ICE Global High Yield ESG Tilt Index (HWSG Index), (ii) ensure a minimal exposure of at least 25% of its net assets to issuers operating in sectors highly exposed to climate change mitigation, climate change adaptation and other environmental objectives issues as identified in the Taxonomy Regulation (EU) 2020/852 on the establishment of a framework to facilitate sustainable investment, and (iii) limit exposure to the financial sector (banks and insurance companies) up to 30% of its net assets.

Within this frame, the Sub-Fund's investment strategy consists of investing up to 100% of its net assets in primarily in corporate high yield

securities but also in corporate investment grade instruments or Green and Sustainable Bonds as well as other assimilated debt instruments from all economic sectors and geographical areas, including without limit in emerging markets. The Sub-Fund can also invest up to 25% of its net assets in contingent convertible bonds ("**CoCos**") and up to 10% of its net assets in each of the following categories (i) unrated debt securities, including securities deemed by the Management Company of comparable quality to "High Yield" securities, (ii) distressed instruments or defaulted instruments (i.e. securities which are highly vulnerable to non-payment and the rating of which is below "CCC" according to S&P at their acquisition date, or equivalent), (iii) unlisted bond vehicles, (iv) equities.

Carbon Intensity represents the arithmetic average of the carbon intensity of each of the issuers (total greenhouse gas emissions (GHG) on scopes 1 and 2 divided by total turnover) weighted by their weighting in the portfolio. This calculation entails certain methodological limitations identified in the prospectus (such as the use of external sources and the absence of consideration of scope 3 GHG linked to the value chain). ESG criteria also contribute to investment decisions but are not the decisive factor in these decisions.

The recommended investment horizon is at least 5 years. Orders for subscription and redemption must be received by the registrar and transfer agent before 12:00 noon Luxembourg time on each valuation day, and will be settled at the latest on the second Bank Business Day following the applicable valuation date.

SF-Acc-EUR shares are capitalization shares, reserved for Sophisticated Investor with a minimum holding of EUR 100,000,000, or an explicit authorization of the Board of Directors, whose minimal initial subscription amount is EUR 10,000,000, and investing through (i) an intermediary providing services of discretionary portfolio management or independent advice; and/or (ii) non-independent or restricted advisors who have agreed not to receive retrocessions or are not authorised to receive retrocessions; and/or (iii) the Management Company.

## Risk and reward profile



This share class of the Sub-Fund belongs to risk category 4 due to the volatility of its net asset value. The volatility of the net asset value is the result of the volatility of the prices of the assets held in the portfolio, which influences the valuation of the share class which also takes into account the various fees and expenses applied to it.

Historical data, such as those used to calculate the synthetic indicator, may not be a reliable indication for the future of the risk profile of the Sub-Fund.

The risk category of this Sub-Fund is not guaranteed and may change over time.

The lowest category does not mean "risk-free".

Investors receive no guarantee that they will get back the capital they initially invest.

### Key risks not taken into account in this indicator :

**Sustainability risk:** The Sub-Fund has sustainable investment as its objective pursuant to article 9 of SFDR and entails both the Financial Approach and the Impact Approach. Hence the Sub-Fund should be exposed to a broad range of sustainability risks.

**Liquidity risk:** There is a risk that the Fund will not be able to pay repurchase proceeds within the time period stated in the Prospectus, because of unusual market conditions, an unusually high volume of repurchase requests, or other reasons.

**Counterparty risk:** The Sub-Fund will be subject to the risk of the inability of any counterparty (including the Depositary and Clearing Brokers) to perform with respect to transactions, whether due to its own insolvency or that of others, bankruptcy, market illiquidity or disruption or other causes and whether resulting from systemic or other reasons.

**Credit risk:** risk that an issuer of a bond (including money-market instruments) held by the Sub-Fund may default on its obligations to pay interest and repay principal and the Sub-Fund will not recover its investment. **DISCLAIMER : THIS SUB-FUND MAY INVEST UP TO 100% OF ITS ASSETS IN BONDS OF LOW CREDIT QUALITY, AND THEREFORE PRESENTS A VERY HIGH CREDIT RISK.**

For a description of all risks, please refer to the Fund's prospectus.

## Charges

The charges and fees paid cover the costs of running the Sub-Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest		
Entry charges	1.00%	The percentage indicated is the maximum that may be deducted from your capital before it is invested, or before you are paid the returns on your investment. In certain cases, the charges paid may be lower than those published. Investors may request the exact amount of entry and exit charges from their financial advisor or distributor.
Exit charges	0.00%	
Charges taken from the Sub-Fund over a year		
Ongoing charges	0.82%	The percentage shown is an estimation of the ongoing charges based on the expected total of charges. These charges may vary from one financial year to another. They do not include: performance fees and portfolio intermediary fees, except in the case of an entry/exit charge paid by the Sub Fund when buying or selling units in another collective investment undertaking.
Charges taken from the Sub-Fund under specific conditions		
Performance fee	10% of the performance over Euribor 3M + 200 bps calculated net of management fees over a 5 years Reference Period in which past under performance or negative performance of the Share Class compared to the Reference Indicator must be clawed back before a performance fee becomes payable.Amount of performance fee charged in the last financial year: N/A.	

For further information, please refer to the "Expenses" section of the Fund prospectus available on the website [www.tikehaucapital.com](http://www.tikehaucapital.com), or from Tikehau Investment Management, 32 rue de Monceau, 75008 Paris.

## Past performance

The Sub-Fund does not have sufficient data to be able to provide a useful indication of past performance to investors	<p>The Sub-Fund was created on 01/07/2021.</p> <p>Share class SF-Acc-EUR was created on 01/07/2021.</p> <p>Performances displayed opposite are expressed as percentages. Past performance varies over time and is not an indication of future performance. Performances of the Sub-Fund are presented after deduction of all fees charged.</p> <p>The base currency of the share is EUR.</p> <p>The base currency of the Sub-Fund is EUR. Performance of the Sub-Fund is calculated each year with dividends reinvested.</p> <p>This benchmark may be used as a retrospective performance indicator. However, investors' attention is drawn to the fact that the management style of the Sub-Fund will never consist in tracking a benchmark indicator. The 3-month Euribor index may be used to calculate the performance fee and/or as an ex-post performance indicator. The Management Company has full discretion over the composition of the portfolio of the Sub-Fund and it should be noted that the composition of the Sub-Fund's portfolio and performance of the Sub-Fund are not linked to the 3-month Euribor index.</p>
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## Practical information

**Taxation:** Depending on your tax status, potential capital gains and income arising from holding shares in this Sub-Fund may be subject to taxation. We recommend that you obtain further information on this matter from the Fund's marketer or from your financial adviser. This Sub-Fund share has not been registered under the US Securities Act of 1933. It may not be offered or sold, directly or indirectly, in the United States to or for the account or benefit of, a "US Person", as defined by the United States "Regulation S".

The Sub-Fund's prospectus and the latest annual and periodic reports as well as the up-to-date remuneration policy documents will be sent to holders upon request, addressed to: Tikehau Investment Management - 32 rue de Monceau 75008 Paris / Tel.: +33 (0)1 53 59 05 00 / E-mail: [client-service@tikehaucapital.com](mailto:client-service@tikehaucapital.com). The net asset value is calculated each bank business day in Luxembourg and in France and is available on the Management Company's website : [www.tikehaucapital.com](http://www.tikehaucapital.com).

The details of the up-to-date remuneration policy of the Management Company will be available on the Management Company's website: [www.tikehaucapital.com](http://www.tikehaucapital.com).

The Management Company may be held liable solely on the basis of any information contained in this document that is misleading,

inaccurate or inconsistent with the relevant parts of the Sub-Fund's prospectus.

The Sub-Fund may be made up of other types of share classes. You will be able to find more information on these share classes in the Sub-Fund prospectus or on the company's website.

Each Sub-Fund corresponds to a distinct part of the assets and liabilities of the Fund. As a consequence, the assets of each Sub-Fund are exclusively available to satisfy the rights of investors in relation to that Sub-Fund and the rights of creditors whose claims have arisen in connection with the creation, operation or liquidation of that Sub-Fund.

This document describes a Sub-Fund of the Fund. This Sub-Fund is authorised in Luxembourg and regulated by the Luxembourg financial markets authority, the Commission de Surveillance du Secteur Financier au Luxembourg (CSSF). Tikehau Investment Management is a portfolio management company authorised in France and regulated by the French financial markets authority, the Autorité des Marchés Financiers (AMF). This key investor information is accurate as at 01/07/2021