

# 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.

## AVI Alternative Investment Fund (the "Sub-Fund") Class A GBP (LU1155683532) a sub-fund of KMG SICAV SIF (the "Fund")

This Fund is managed by KMG Capital Markets Ltd.

### Objectives and Investment Policy

#### Investment Objective:

To meet the needs of investors who seek growth over the medium to long term and are willing to assume a medium to high level of risk. The AVI Alternative Investment Fund is actively managed and doesn't make reference to a benchmark.

#### Investment Policy:

Within the alternative investment funds' arena, investments will largely comprise of the following:

- Up to 50% invested in UK and European Property / Property related assets via ICVC's (Investment Company with Variable Capital)
- 15 to 20% invested in global equity markets via Structured Notes
- Minimum of 5% invested in Cash or assets considered to be "near cash" in terms of liquidity via regulated money markets fund(s).
- Subject to the allocations above, other allowable assets include:
  - i. Actively managed / passively managed / unregulated collective investment schemes such as commodity funds, hedge funds and property funds.
  - ii. Equity funds and bond funds.
  - iii. Debt Instruments (listed on a regulated exchange or OTC).
  - iv. Short-term money market instruments issued by foreign and domestic governments, financial institutions, corporations and other entities.
  - v. Collective investment schemes that utilise foreign exchange trading/strategies or have a proportion of their assets allocated to foreign exchange trading.

Geographical allocation: Global.

### Risk and Reward Profile



#### Risk Disclaimer

The risk and reward indicator illustrates where the Sub-Fund is positioned in terms of its possible risks relative to its potential rewards. The higher the Sub-Fund's position on this scale, the greater the possible reward, but also the greater risk of losing money. This risk indicator is calculated using historical data of the prices of the fund (or its benchmark in case of a new sub-fund) which may not be a reliable indicator of the future risk profile of the Class. The lowest risk category cannot be regarded as being risk-free. The value of shares can rise and fall and accordingly, an investor may not get back the full amount invested.

Why is this Sub-Fund in this category?

Based on preliminary calculations, the level of the risk-reward profile is 3='medium-low'

#### Factors driving performance:

Returns will be linked to the performance of the underlying assets thereby impacted by factors such as interest rates, equity and credit markets' performance, commodity prices and foreign exchange markets. In addition, separate factors may affect returns of individual Property funds e.g. political, tax, rental yields and local supply and demand.

The choice of assets is guided by growth.

#### Income

Incomes of this Share Class are capitalised.

#### Share Class Currency

The reference currency of the Class of Share is GBP.

#### Dealing frequency

Shares are redeemed at their Net Asset Value per Share on any Valuation Day less any applicable redemption fees.

The use of hedging / arbitrage / leverage techniques may determine the fund's performance as follows: Hedging: derivatives may be used to hedge the currency risk of non-USD assets.

Recommendation: this Sub-Fund may not be appropriate for investors who plan to withdraw their money within 5 years.

Benchmark: The Sub-Fund does not refer to a benchmark.

#### Risks not adequately captured by the risk indicator

Identified risks applicable to the AVI Alternative Investment Fund are described below. Where the Risks are more fully described in the main part of the Offering Document (Section titled Risk Considerations), the reader is referred accordingly.

- a) Liquidity Risk
- b) Smaller Companies Risk
- c) Currency Risk
- d) Fixed Interest Securities Risks
- e) Emerging Markets Risk
- f) Credit Risk
- g) Market risks
- h) Political and Economic risks
- i) Speculation risk
- j) Bond risks
- k) Other risks: The AVI Alternative Investment Fund is subject to the risks associated with investments in; non-regulated markets risk and OTC risks; other UCI and/or UCITS as well as subject to Exchange Rates and Concentration risk (outlined in the main Offering document).
- l) Conflicts of Interest Risks
- m) Early redemption risks
- n) Risk of additional costs

Further information on the risks of investing in this Sub-Fund are available in the prospectus.

## Charges

One-off charges that may be taken before or after you invest	
Entry charge	0%
Exit charge	0%-5% (reducing by 1% p.a.)
Share Creation charge	0.0834% per month (over 48 months)
This is the maximum that might be taken out of your money before it is invested	
Charges taken from the Fund over a year	
Ongoing charge	4.94%
Charges taken from the Fund under certain specific conditions	
Performance fee: A Performance Fee may be paid equal to 25% of any net profits (realised and unrealised) after a monthly hurdle rate of 0.6667% is achieved and subject to a high water mark principle. The 25% is only calculated on the amount achieved above the monthly hurdle rate of 0.6667%. Such fee will be accrued monthly.	
Actual last year fee charged: 0%	

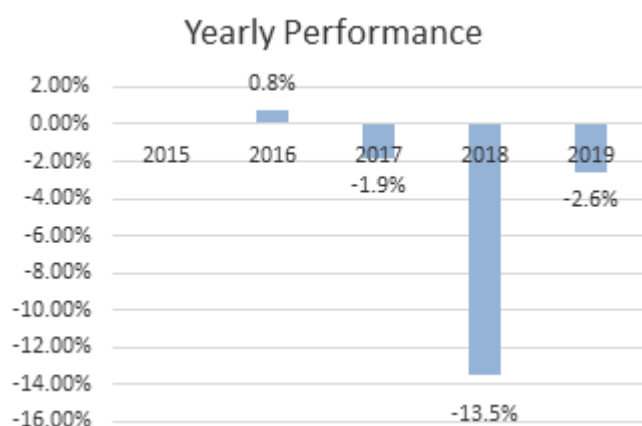
The charges you pay are used to pay the costs of running the Sub-Fund, including the costs of marketing and distribution. These charges reduce the potential growth of your investment. The actual entry and exit charges can be found out from your adviser or distributor.

The ongoing charges figure is based on expenses for the year ending 31 December 2019. This figure may vary from year to year and excludes:

- Performance fees (if applicable)
- Portfolio transaction costs, except in the case of entry/exit charges paid by the Sub-Fund when buying or selling units in another collective investment undertaking.

For more information about charges, please refer to the section of the Sub-Fund's prospectus which details charges. This prospectus is available from the registered office of the Fund.

## Past Performance



This Share Class was launched on 31/01/2015.

Please be aware that performance in the past is not a reliable indicator of future results

The past performance presented includes the fees except the entry and exit fees which are excluded from the calculation of past performance.

The past performance has been calculated in GBP.

## Practical Information

### Depository

Quintet Private Bank (Europe) S.A.

### Further Information

Information about the Fund, its sub-funds and available share classes as well as copies of its prospectus and its latest annual report can be found in English. These documents are prepared for the entire Fund. They are available free of charge for the investors and can be found at the registered office of the Fund, the Depository and the Administrative and Domiciliary Agent.

This key investor information document describes one share class under one sub-fund of the SICAV and is available in English.

### Remuneration policy

The remuneration policy details are available on the website of the KMG Capital Markets Ltd at [www.kmgcapitalmarkets.com](http://www.kmgcapitalmarkets.com). A hard copy of the remuneration policy statement is available free of charge upon request.

### Liability Statement

KMG Capital Markets Ltd 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 for the Fund.

### Tax Legislation

The Sub-Fund is subject to the tax laws and regulations of Luxembourg. Depending of your own country of residence, this may have an impact on your investment. For more information, please consult a tax adviser.

### Price Publication

The latest net asset values per share are available on the website of the KMG Capital Markets Ltd at [www.kmgcapitalmarkets.com](http://www.kmgcapitalmarkets.com).

### Specific Fund Information

This key investor information document describes the class of a Sub-Fund of the Fund. For more information about other share classe(s) or sub-fund(s), please refer to the prospectus and periodic reports of the Fund. The assets and liabilities of each sub-fund are segregated by law, which means that performance of the assets in other sub-funds does not influence the performance of your investment.