

# Key Information Document (KID)

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

### Bond Flexible

a sub-fund of **Eurizon Fund**

**Class Unit: R (EUR Accumulation, ISIN: LU1090960086)**

**Management Company:** Eurizon Capital S.A., a company belonging to the Intesa Sanpaolo Banking Group

**Website:** [www.eurizoncapital.com](http://www.eurizoncapital.com)

**For additional information dial:** +352 49 49 30 - 323

The Commission de Surveillance du Secteur Financier (CSSF) is responsible for the supervision of the Management Company in relation to this key information document.

This product is authorised in Luxembourg.

Eurizon Capital S.A. is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

**Date of production of this key information document: 13 May 2024**

## What is this product?

### Type

This product is a Class of Unit of the sub-fund Bond Flexible (the "Fund") which is part of Eurizon Fund, an open-ended common fund in transferable securities ("FCP") qualifying as a UCITS.

### Term

There is no maturity date for this product. The product could be unilaterally closed or merged following notice to investors in the conditions led down in the Prospectus.

### Objectives

**Investment objective** To achieve a positive return regardless of market conditions over any given 4-year period (absolute return).

**Benchmark(s)** None

**Investment policies** The fund invests, either directly or through derivatives, in corporate and government bonds and money market instruments denominated in any currency, and in currencies themselves. These investments may be below investment grade and from anywhere in the world, including China and other emerging markets. The fund may invest significantly in Italian government bonds of any credit rating.

Specifically, the fund invests flexibly in debt and debt-related instruments, including convertible and covered bonds, and money market instruments. The fund may invest directly, or indirectly through the Bond Connect programme, in the China Interbank Bond Market (CIBM). Portfolio duration is 10 years or less and may be negative.

The fund may invest in the following asset classes up to the percentages of total net assets indicated:

- Italian government debt instruments of any credit rating: 50%
- debt instruments of issuers in emerging markets: 40%
- below investment grade debt instruments other than Italian government bonds, with a minimum rating of B-/B3: 30%
- contingent convertible bonds (coco bonds): 10%

The fund does not invest in asset-backed securities, but may be indirectly exposed to them (maximum 10% of total net assets).

The fund's net exposure to non-euro currencies may be up to 35% of total net assets.

**Derivatives and techniques** The fund may use derivatives for reducing risks (hedging) and costs, and to gain additional investment exposure.

**Strategy** In actively managing the fund, the investment manager combines macroeconomic and market analysis with an idea-generation process to

determine a core portfolio and overlay risk premia strategies such as long/short, relative value, yield curve positioning and currency bets (top-down and absolute return approach). The fund is designed without reference to a benchmark.

**Distribution Policy** This Unit Class is not distributing dividends. Income from investments is reinvested.

**Other information** The fund has (E) environmental and (S) social characteristics and promotes investment into assets which follow good governance (G) practices in accordance with article 8 of the Sustainable Finance Disclosure Regulation ("SFDR"). For more information, see "Sustainable Investing Policy and ESG Integration" in the Prospectus available on our internet website at <https://www.eurizoncapital.com/pages/sustainability.aspx> or at distributors' premises.

### Intended retail investor

The fund is available to investors with basic knowledge, with or without advice.

The fund is intended to investors who understand the risks of the fund and plan to invest over a recommended holding period of 4 years.

The fund may appeal to investors who are looking for an investment combining income and growth, while favouring sustainable investing and are interested in exposure to bond markets globally, either for a core investment or for diversification purposes.

### Practical information

**Depository** The fund depository is State Street Bank International GmbH, Luxembourg Branch.

**Further information** For further information about this Class of Unit, other Class of Unit of this fund or other funds of the FCP, you may refer to the Prospectus (in the same language as the KID), to the Management Regulations or to the last available annual or semi-annual financial report (in English). These documents are prepared for the entire FCP and may be obtained at any time, free of charge, by visiting the Management Company's website at [www.eurizoncapital.com](http://www.eurizoncapital.com) or by sending a written request to the Management Company or to the depository.

The representative and paying agent in Switzerland is Reyl & Cie SA, Rue du Rhône 4, CH-1204 Geneva. The prospectus, the Key Information Documents, the fund regulation as well as the annual and semi-annual reports may be obtained free of charge from Reyl & Cie SA.

**Price Publication** The net asset value of this Class of Unit is published daily on the Management Company's website at [www.eurizoncapital.com](http://www.eurizoncapital.com).

## What are the risks and what could I get in return?

### Risks



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will

lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 3 out of 7, which is a medium-low risk class.

This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity of Eurizon Capital S.A. to pay you.

This fund does not offer any form of capital protection against future negative market conditions and, as a consequence, you may lose part of or the entire amount originally invested.

If the fund is not able to pay you out what is due, you may lose your entire investment.

### Performance scenarios

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

**What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.**

**The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product/ a suitable benchmark over the last 10 years. Markets could develop very differently in the future.**

The stress scenario shows what you might get back in extreme market circumstances.

**Unfavourable:** this type of scenario occurred for an investment between October 2019 and October 2023.

**Moderate:** this type of scenario occurred for an investment between June 2014 and June 2018.

**Favourable:** this type of scenario occurred for an investment between February 2014 and February 2018.

Recommended holding period		4 years	
Example Investment		10,000 EUR	
Scenarios		if you exit after 1 year	if you exit after 4 years (recommended holding period)
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs Average return each year	6,940 EUR -30.57%	6,940 EUR -8.71%
Unfavourable	What you might get back after costs Average return each year	8,390 EUR -16.10%	8,430 EUR -4.17%
Moderate	What you might get back after costs Average return each year	9,760 EUR -2.38%	9,720 EUR -0.71%
Favourable	What you might get back after costs Average return each year	10,690 EUR 6.93%	10,430 EUR 1.05%

## What happens if Eurizon Capital S.A. is unable to pay out?

If the fund is not able to pay you out what is due, you may lose your entire investment. No investor guarantee nor compensation scheme is foreseen in that eventuality. The fund is treated as a separate entity having its own assets which are distinct in all aspects from the assets of the Management company and the assets of each of the other investors in the fund, as well as from the assets of any other products managed by the Management Company. For obligations contracted on behalf of a specific product, the Management Company shall be liable exclusively for the assets of the concerned product. On the fund's assets, no actions of creditors of the Management Company or creditors acting on its interest, nor actions of creditors of the depositary or sub-depositary or creditors acting in the depositary or sub-depositary's interest, should be allowed. Actions of creditors of an investor in the fund are limited to the positions held in the fund by the concerned investor. The Management Company cannot, in any circumstances, use the assets of the fund for its own interests or those of third parties.

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- in the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario,
- 10,000 EUR is invested.

Example Investment 10,000 EUR	if you exit after 1 year	if you exit after 4 years (recommended holding period)
<b>Total Costs</b>	<b>440 EUR</b>	<b>1,011 EUR</b>
<b>Annual cost impact*</b>	<b>4.5%</b>	<b>2.6% each year</b>

(\*). This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 1.90% before costs and -0.71% after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

## Composition of costs

One-off costs upon entry or exit		Annual cost impact if you exit after 1 year
<b>Entry costs</b>	<b>2.50%</b> of the amount you pay in when entering this investment. This is the most you will be charged. The person selling you the product will inform you of the actual charge.	<b>Up to 250 EUR</b>
<b>Exit costs</b>	<b>0.00%</b> , we do not charge an exit fee for this product.	<b>0 EUR</b>
Ongoing costs taken each year		Annual cost impact if you exit after 1 year
<b>Management fees and other administrative or operating costs</b>	<b>1.46%</b> of the value of your investment per year. This is an estimate based on actual costs over the last year.	<b>142 EUR</b>
<b>Transaction costs</b>	<b>0.40%</b> of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	<b>39 EUR</b>
Incidental costs taken under specific conditions		Annual cost impact if you exit after 1 year
<b>Performance fees</b>	<b>0.09%</b> The performance fee calculation is based on a comparison of the net asset value per unit against the High Water Mark where the High Water Mark is defined as the highest net asset value per unit recorded at the end of the five previous financial years, increased by the year-to-date return of the fund's hurdle rate. The actual amount will vary depending on how well your investment performs. The aggregated cost estimation above includes the average over the last 5 years.	<b>9 EUR</b>

## How long should I hold it and can I take money out early?

### Recommended holding period: 4 years

You may request to sell fund units at any time without any prior notice. Requests to sell fund units that are received and accepted by the transfer agent by 4:00 PM CET on any day that is a business day in Luxembourg and that is also a trading day on the fund's main markets are ordinarily processed the following business day.

If you sell your units before the end of the Recommended Holding Period, this could impact your investment's risk profile and/or performance.

## How can I complain?

Complaints must be either submitted in written form to Eurizon Capital S.A., 28, boulevard de Kockelscheuer, L-1821 Luxembourg, to the attention of the Compliance & AML Function, or sent by fax to the number +352 494 930 349, or through the "Contacts" section of the Eurizon Capital S.A.'s website ([www.eurizoncapital.com](http://www.eurizoncapital.com)). Complaints may also be received by the Management Company through its authorized distributors. The Management Company must handle all complaints with the utmost diligence, transparency and objectivity and must communicate in writing to the investor, in a plain and easily comprehensible language and by mean of registered communication method with return receipt, its decision within 30 days from receipt of the complaint. For additional information, please refer to the "Investor's Rights" section of the Eurizon Capital S.A.'s website ([www.eurizoncapital.com](http://www.eurizoncapital.com)).

## Other relevant information

**Performance scenarios** You can find previous performance scenarios updated on a monthly basis at [www.eurizoncapital.com](http://www.eurizoncapital.com).

**Past performance** You can download the past performance over the last 7 years from our website at [www.eurizoncapital.com](http://www.eurizoncapital.com).