

# Key Information Document

## 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

Name: MFM Global Convertible Defensive (the "Sub-Fund"), a sub-fund of MFM Funds (Lux) (the "Fund")  
ISIN: LU1105776212  
Class: I CHF (the "Class")  
Product manufacturer: FundPartner Solutions (Europe) S.A. (the "Management Company"), part of Pictet Group.  
Website: <https://assetservices.group.pictet/asset-services/fund-library/>

Call +352 467171-1 for more information.

The Commission de Surveillance du Secteur Financier (CSSF) is responsible for supervising FundPartner Solutions (Europe) S.A. in relation to this Key Information Document.

This PRIIP is authorised in Luxembourg.

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

This key information document is accurate as at 19<sup>th</sup> February 2024.

## What is this product?

### TYPE OF PRODUCT

The product is a sub-fund of MFM Funds (Lux), an Undertaking for Collective Investment in Transferable Securities (UCITS) incorporated as a variable capital investment company (SICAV) under the laws of Luxembourg.

### TERM

The Sub-Fund is established for an unlimited duration. However, the Directors may decide to close this product under certain circumstances.

### OBJECTIVES

#### Objectives and investment policy

The objective of the MFM Global Convertible Defensive Sub-Fund is to increase value in the medium or long term.

The Investment Manager's focuses on the equity component of the convertible bonds, giving priority to selected issuers or companies with a high value added on the basis of their creditworthiness and their development potential (value of the companies). The investments can benefit from bond yields and take profits from share price rises. There is investment diversification at both the geographical and sectorial levels.

The Sub-Fund aims to invest in a worldwide portfolio of convertible securities of any type including but not limited to convertible bonds, convertible notes, convertible preference shares, bonds or certificates or any security with conversion rights or options issued by corporate or public issuers (such as, but not limited to governments, local authorities or supranational entities).

To achieve its objective, the Sub-Fund will have an exposure net of cash of at least 70% directly in the above mentioned securities or indirectly through UCITS and/or UCI or through derivatives.

The Investment Manager does not intend to invest into contingent convertible securities nor in convertible bonds which are rated defaulted securities or equivalent by a recognized rating agency at the time of their purchase or which qualify as distressed convertible bonds (as more detailed in prospectus).

The Sub-Fund can be exposed to investment grade and non-investment grade debt securities even if it is the intention of the Investment Manager to have a focus on investment grade debt securities or issuers. The Sub-Fund may invest up to 20% of its net assets in non-investment grade debt securities (or issuers).

Within the limits provided by the 2010 Law, the Investment Manager may also, after deduction of cash, invest up to 30% of the Sub-Fund's assets in debt instruments from any type of issuer, equity and equity related securities, up to 10% in structured product, financial derivatives.

Total investments in UCITS and/or UCI are limited to a maximum 10% of the Sub-Fund's assets (including money market funds).

If the Investment Manager considers this is in the best interest of the Shareholders, the Sub-Fund may hold, up to a maximum of 100% of its net assets, term deposits, money market funds and money market instruments.

**Derivatives** For hedging and for any other purposes, the Sub-Fund may use financial derivative instruments within the limits and descriptions set out in the prospectus. The use of derivative instrument may increase leverage, imply additional costs and risks.

**Benchmark** The Sub-Fund is actively managed. The Sub-Fund has no benchmark index and is not managed in reference to a benchmark index.

**ESG information** The Sub-Fund promotes certain environmental and social characteristics within the meaning of article 8 of SFDR but does not have a sustainable investment objective.

The investment manager integrates Sustainability Risks and opportunities into its research, analysis and investment decision-making processes.

**Dividend Policy** This Class may distribute a dividend.

**Share Class Currency** The currency of the Class is CHF.

The recommended holding period of this product is determined to allow sufficient time for this product to reach its objectives and avoiding short term market fluctuations.

The return of the product is determined using the Net Asset Value (the "NAV") calculated by FundPartner Solutions (Europe) S.A. (the "Administrative Agent"). This return depends mainly on the market value fluctuations of the underlying investments.

### INTENDED RETAIL INVESTORS

The product is reserved for institutional investors. The product is compatible with investors who may bear capital losses and who do not need capital guarantee. The product is compatible with clients looking for growing their capital, for receiving regular income and who wish to hold their investment over 5 years.

### OTHER INFORMATION

**Depository** Bank Pictet & Cie (Europe) AG, succursale de Luxembourg (the "Depository").

**Asset segregation** The assets and liabilities of each sub-fund are segregated by law, which means that the performance of the assets in other sub-funds does not influence the performance of your investment.

**Dealing** The NAV for the Class is calculated on each bank business day in Luxembourg (the "Calculation Day"), on the basis of the prices as of the preceding business day (the "Valuation Day"). The cut-off time to submit subscriptions/redemptions orders is 12 noon Luxembourg time on the bank business day preceding the Valuation Day.

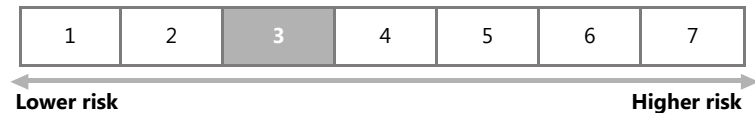
**Switching** Shareholders may apply for any share of any sub-fund to be converted into shares of another sub-fund, provided that the conditions for accessing the target class, type or sub-type, are fulfilled with respect to the Sub-Fund, on the basis of their respective NAV calculated on the Valuation Day following receipt of the conversion request. The redemption and subscription costs connected with the conversion may be charged to the shareholder as indicated in the prospectus. For more details about how to switch between sub-funds, please refer to the prospectus, section which details the switch between sub-funds.

**Additional Information** More detailed information on the Fund, such as the prospectus, other classes, the key information, the latest NAV, the articles of incorporation as well as the latest annual and semi-annual report, can be obtained free of charge, in English, from the Administrative Agent, the distributors, the Management Company or online at [www.fundsquare.net](http://www.fundsquare.net).

This key information document describes the Class of one sub-fund of the Fund. For more information about other sub-funds, please refer to the prospectus and periodic reports that are prepared for the entire Fund.

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

### Risk indicator



The risk indicator assumes you keep the product for 5 years.

The actual risk can vary significantly if you cash in at an early stage and you may get back less.

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. The essential risks of the investment fund lie in the possibility of depreciation of the securities in which the fund is invested.

### 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 over the last 10 years. Markets could develop very differently in the future.

Recommended holding period (RHP): Example investment		5 years CHF 10,000		
		If you exit after 1 year	If you exit after 5 years	
<b>Scenarios</b>				
<b>Minimum</b>	<b>There is no minimum guaranteed return. You could lose some or all of your investment.</b>			
<b>Stress scenario</b>	<b>What you might get back after costs</b>	CHF 8,460	CHF 7,010	
	Average return each year	-15.4%	-6.9%	
<b>Unfavourable scenario</b>	<b>What you might get back after costs</b>	CHF 8,460	CHF 8,830	This type of scenario occurred for an investment in the product between June 2021 and December 2023.
	Average return each year	-15.4%	-2.5%	
<b>Moderate scenario</b>	<b>What you might get back after costs</b>	CHF 10,030	CHF 10,020	This type of scenario occurred for an investment in the product between August 2014 and August 2019.
	Average return each year	0.3%	0.0%	
<b>Favourable scenario</b>	<b>What you might get back after costs</b>	CHF 11,790	CHF 11,300	This type of scenario occurred for an investment in the product between June 2016 and June 2021.
	Average return each year	17.9%	2.5%	

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

## What happens if FundPartner Solutions (Europe) S.A. is unable to pay out?

The Management Company is not making any payment to you in relation to the Sub-Fund and you would still be paid in case of a default from the Management Company.

The Sub-Fund's assets are held with a separate company, the Depository, so the Sub-Fund's ability to pay out would not be affected by the insolvency of the Management Company. However, in the event of the Depository's insolvency, or its delegates, the Sub-Fund may suffer a financial loss. However, this risk is mitigated to a certain extent by the fact the Depository is required by law and regulation to segregate its own assets from the assets of the Sub-Fund. The Depository will also be liable to the Sub-Fund or its investors for any loss arising from, among other things, its negligence, fraud or intentional failure properly to fulfill its obligations (subject to certain limitations).

If the Sub-Fund is terminated or wound up, the assets will be liquidated and you will receive an appropriate share of any proceeds but you may lose part or all of your investment.

There is no compensation or guarantee scheme protecting you from a default of the Depository.

## 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.
- CHF 10,000 is invested

Investment of CHF 10,000	If you exit after 1 year	If you exit after 5 years
<b>Total costs</b>	CHF 109	CHF 558
<b>Annual cost impact (*)</b>	1.1%	1.1%

(\*) 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 1.1% before costs and 0.0% after costs.

### Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	We do not charge an entry fee for this Class.	CHF 0
Exit costs	We do not charge an exit fee for this Class. The person selling you this product may charge up to 0.25%.	Up to CHF 25
Ongoing costs taken each year		
Management fees and other administrative or operating costs	1.03% of the value of your investment per year. This is an estimate based on actual costs over the last year.	CHF 103
Transaction costs	0.06% 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.	CHF 6
Incidental costs taken under specific conditions		
Performance fees	There is no performance fee for this product.	CHF 0

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

### Recommended holding period (RHP): 5 years.

The RHP was chosen to allow sufficient time for this product to reach its objectives and avoiding short term market fluctuations.

The NAV for the Class is calculated on each bank business day in Luxembourg (the "Calculation Day"), on the basis of the prices as of the preceding business day (the "Valuation Day"). The cut-off time to submit subscriptions/redemptions orders is 12 noon Luxembourg time on the bank business day preceding the Valuation Day.

## How can I complain?

In the event a natural or legal person wishes to file a complaint with the Fund in order to recognize a right or to redress a harm, the complainant should address a written request that contains description of the issue and the details at the origin of the complaint, either by email or by post, in an official language of their home country to the following address:

FundPartner Solutions (Europe) S.A.,  
15 Avenue J.F. Kennedy,  
L-1855 Luxembourg  
pfcs.lux@pictet.com

<https://www.pictet.com/ch/en/legal-documents-and-notes/key-information-document-complaint-procedure>

## Other relevant information

More detailed information on the Fund, such as the prospectus, the articles of incorporation, the latest annual and semi-annual report as well as the latest NAVs per share, can be obtained free of charge, in English from the Administrative Agent, the distributors, the Fund or online at [www.fundsquare.net](http://www.fundsquare.net).

The past performance over the last 10 years and the previous performance scenarios are available on the link [https://download.alphaomega.lu/perfscenario\\_LU1105776212\\_LU\\_en.pdf](https://download.alphaomega.lu/perfscenario_LU1105776212_LU_en.pdf)