

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

CFM Quant Sustainable Absolute Return Fund ("the Fund") is a subfund of CFM UCITS ICAV, an Irish Collective Asset-management Vehicle. The Fund is manufactured and managed by Capital Fund Management S.A. ("CFM"), which is authorized in France and regulated by the French *Autorité des Marchés Financiers*.

What is this product?

Type

The Fund is organised as an Irish Collective Asset-management Vehicle ("ICAV").

Objectives

The Fund's investment objective is to achieve long-term capital appreciation. The Company intends to achieve its objective by investing its assets following the quantitative trading strategies developed by CFM. The Fund's investment strategy follows the proprietary CFM Quant Sustainable Absolute Return Program (the "Program") designed by CFM. The Program is a quantitative, systematic program which builds a portfolio obtaining ultimate exposure on a long or short basis to numerous equities by using a set of indicators constructed by CFM proprietary methodology. The Program takes a view on which assets to hold long and short based on a combination of these indicators, also allowing the fund to have an exposure to broad-based market indices. The Fund is designed to be market-neutral on average. Sustainability considerations are fully integrated into the investment process and used to evaluate companies' behaviour and impact in relation to their significant stakeholders and efforts with sustainability.

The program trades long/short equities and equity-related securities across developed markets and may also engage in transactions in Equity Swaps, Currency Forwards Currency Swaps and Equity Index Futures.

The Fund maintains significant amounts of cash that is either posted as collateral in connection with the trading activities or held on deposit or invested in money market instruments, money market funds or reverse-repurchase agreements. The trading is generally conducted using electronic means based on a number of systematic trading models developed by CFM. The ICAV is an open-ended umbrella Irish collective asset-management vehicle with segregated liability between Funds formed in Ireland on 6 October 2016 under the ICAV Act with registration number C161756. The ICAV is structured as an umbrella fund consisting of different Funds, each comprising one or more Classes.

There are currently two other sub-funds of the ICAV in existence, namely CFM Institutional Systematic Trends Equity Capped fund and CFM Institutional Systematic Trends fund. Additional sub-funds of the ICAV may be added in the future with the prior approval of the Central Bank.

Intended investor

Shares of the Fund are only available to persons meeting the regulatory requirements relevant in the below jurisdictions, subject to the Fund's appropriate registration under the investor's jurisdiction:

- ▶ EU Member States and UK - Professional Clients as defined in 2014/65/EU of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments and amending Directive 2002/92/EC and Directive 2011/61/EU;
- ▶ Switzerland - Qualified Investors as defined in the Swiss Collective Investment Schemes Act and Financial Services Act;
- ▶ Australia - Wholesale Clients as defined in the Australian Corporations Act 2001;
- ▶ or any other local qualification denoting knowledge and experience with financial matters.

Shares of the Fund will be offered on the basis of the information contained in the Fund's Offering Memorandum, and in the documents referred to therein. The minimum initial investment per investor in the Fund is EUR 10,000 or its equivalent in a foreign currency.

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

Risk Indicator



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.

We have classified this product as 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium/high level.

The risk indicator assumes you keep the product for 10 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The product is notably exposed to the following risks:

- ▶ **Investment Risk:** The Program is subject to systemic risk, which is the risk inherent to the entire market or an entire market segment and which may adversely affect the performance of an investment. The Fund and CFM cannot predict or control the general market or economic conditions, which can have a material effect on the liquidity on the market, the overall performance of the market participants and the performance of the Fund.
- ▶ **Use of Leverage:** The Fund generally uses leverage as part of its investment strategies. This generally results in the Fund's market exposure being significantly higher than its equity. The Fund may acquire leverage through positions financed by borrowings or by entering into instruments that embed leverage. Leverage increases the Fund's returns if it earns a greater return on investments purchased than the Fund's cost of financing. However, the use of leverage exposes the Fund to additional risks which may negatively affect the returns of the Fund. In the event of a sudden, precipitous drop in the value of the Fund's assets, the Fund might not be able to liquidate assets quickly enough to repay its obligations, further magnifying losses.
- ▶ **Counterparty Risk:** The Fund deposits cash as margin for its derivative contracts positions with counterparties and may invest in debt securities or money market instruments. The Fund is therefore exposed to the risk that a counterparty may become unable to meet its financial obligations or declare bankruptcy.
- ▶ **Derivatives and Leverage Risk:** The Fund uses derivative contracts for investment and hedging purposes, including to manage risk or to take investment positions more efficiently or effectively than could be done otherwise, but derivative contracts can involve leverage and the risk of higher volatility, and the Fund may be exposed to additional risks and costs as a result. Derivative contracts give the potential of greater returns but this also means greater risk for your investment.

Please refer to the offering memorandum for a complete information about the risks relating to investments in the Fund. The Fund is denominated in EUR. The Fund's returns, when expressed in a different currency, may change depending on currency fluctuation. This risk is not considered in the indicator shown above.

This product does not include any protection from future market performance so you could lose some or all of your investment.

Performance Scenarios

The scenarios shown are illustrations based on results from the past and on certain assumptions. Markets could develop very differently in the future

| Investment: EUR 100,000 | | 1 year | 5 years | 10 years* |
|-------------------------|---|-----------------------|-----------------------|----------------------|
| Stress scenario | What you might get back after costs Average return after costs each year | EUR 78,156 -21.84% | EUR 55,948 -10.97% | EUR 42,692 -8.16% |
| Unfavourable scenario | What you might get back after costs Average return after costs each year | EUR 90,949 -9.05% | EUR 87,233 -2.69% | EUR 89,293 -1.13% |
| Moderate scenario | What you might get back after costs Average return after costs each year | EUR 102,798 2.80% | EUR 114,641 2.77% | EUR 131,381 2.77% |
| Favourable scenario | What you might get back after costs Average return after costs each year | EUR 116,063 16.06% | EUR 150,495 8.52% | EUR 193,095 6.80% |

*(recommended minimum holding period)

This table shows the money you could get back over the next 10 years, under different scenarios, assuming that you invest EUR 100,000.

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

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 happens if Capital Fund Management S.A. is unable to pay out?

There is no compensation or guarantee scheme in place which may offset any loss.

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 Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest EUR 100,000. The figures are estimates and may change in the future.

| Investment: EUR 100,000 : | | | |
|---------------------------------|--------------|---------------|----------------|
| If you redeem | after 1 year | after 5 years | after 10 years |
| Total costs | EUR 1 400,00 | EUR 7 399,00 | EUR 15 878,00 |
| Impact on return (RIY) per year | 1,40% | 1,40% | 1,40% |

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 4.17% before costs and 2.77% after costs. We may share part of the costs with the person selling you the product to cover the services they provide to you.

Composition of costs

The table below shows:

- ▶ the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period; and
- ▶ the meaning of the different cost categories.

| This table shows the impact on return per year | | | |
|--|---|--------|---|
| One-off costs | Entry costs | 0 % | The impact of the costs you pay when entering your investment. This is the most you will pay, and you could pay less. |
| | Exit costs | 0 % | The impact of the costs of exiting your investment. |
| Ongoing costs | Portfolio transaction costs | 0.10 % | The impact of the costs of us buying and selling underlying investments for the product. |
| | Management fees and other administrative or operating costs | 1.30 % | The impact of the costs that we take each year to manage your investments. |
| Incidental costs | Performance fees | 0 % | The impact of the performance fee. We take 15% of the Fund's performance above its highwater mark. |
| | Carried fees | 0 % | The impact of carried interests. There are none for this Fund. |

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

This product has no required minimum holding period but is designed for long-term investment. Since the value of investments can rise and fall over differing time periods, you should have an investment horizon of at least 10 years when buying an investment of this type. The minimum recommended holding period is therefore 10 years.

How can I complain?

Clients and investors can file complaints free of charge with CFM using the contact details below. Each complaint will be recorded by CFM's Chief Compliance Officer, acknowledged within 10 business days, and responded to within 2 months.

Other relevant information

- ▶ The Fund's administrator is **Citico Fund Services (Ireland) Limited**. You can request further information about the Fund, copies of the offering memorandum and latest annual reports from CFM.
- ▶ It is possible to exchange your shares in the Fund for shares in another share class of the Fund and no switching fee is charged. Information on the Fund's other share classes is available on request.
- ▶ The Fund's offering memorandum as well as the annual reports are available free of charge from the representative. The place of performance and jurisdiction is the registered office of the representative of the Fund in Switzerland.
- ▶ The Fund is governed by the terms of its offering memorandum, which supersede any other document relating to the Fund.
- ▶ The Class I (EUR) share class has been chosen as a representative share class for all share classes of the Fund at the date hereof, with the exception of Class M.