

# 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.

## Albemarle Long Short Fund

a sub-fund of **ALBEMARLE FUNDS PLC**

**Class A Shares (IE00BDHF6007)**

Albemarle Long Short Fund is authorised in Ireland and regulated by the Central Bank of Ireland.

This product is managed by Albemarle Asset Management Limited (the "Investment Manager"), which is authorised in England and supervised by the Financial Conduct Authority ("FCA"). For more information on this product, please refer to <https://www.albemarleasset.com/> or call +44 (0) 20 7290 7730

KBA Consulting Management Limited (the "Manager") is authorised in Ireland and regulated by the Central Bank of Ireland.

**Accurate as of: 1 January 2023**

## What is this product?

### Type

This is an investment fund established as a company with variable capital and segregated liability between sub-funds, incorporated under the laws of Ireland.

### Objectives

**Investment objective** The investment objective of the Fund is to achieve long-term capital appreciation through a long/short strategy.

**Investment policies** With respect to equities, REITs, GDRs, ADRs, the investment process, both for long and short positions, is based on a medium-term investment horizon and two pillars: macro/geopolitical research and fundamental analysis.

The Investment Manager will research global macro and geopolitical topics, leveraging on its know-how and professional network. As a result, the Investment Manager will identify macro and geopolitical themes (positive and negative), either global or affecting specific countries, which are deemed important in the medium to long-term horizon. Such themes include, for example: changes in political leadership and economic policies, country-specific events, events affecting securities prices and interest rates, trade and military confrontations.

The fundamental analysis will focus mainly on sectors, which are highly impacted by such macro and geopolitical themes, namely Financials, Real Estate, Energy, Transportation and Aerospace & Defence. Companies belonging to these sectors will be analysed from both a qualitative and quantitative standpoint.

With regard to bonds, these will be included in the portfolio where deemed beneficial to do so by the Investment Manager, as the primary objective of the Fund is to implement a long/short equity strategy.

The Investment Manager will define the asset allocation taking into consideration macroeconomic and geopolitical scenarios, interest rates expectations, as well as the specific opportunities available following its investment process.

Synthetic short strategies may be used to hedge or substantially offset long positions held by the Fund and may also be used for investment purposes. The Fund may take both long and/or short positions in each category of assets in which it may invest but will primarily take such positions through equities and fixed income securities.

The Investment Manager will seek to structure the portfolio, so that in normal circumstances it has a long/short ratio of between 90% - 130% long and 30% to 70% short. The Fund may have little or no short exposure for significant time periods; however when in the opinion of the Investment Manager,

opportunities exist to meet the Fund's investment objective through the use of short strategies, the Fund's exposure may be increased. If the use of derivatives is extensive, this may increase the volatility of the Fund's performance.

For more information about the investment policy, see "Investment Objectives and Policies" in the Fund's supplement.

**Benchmark** The Fund is actively managed and is not managed in reference to a benchmark.

**Redemption and Dealing** Shares in the Fund may be redeemed on demand, subject to certain restrictions, on each Dealing Day.

**Distribution Policy** The Fund will reinvest any income that it earns from investments.

**Launch date** The Fund was launched on 25/10/2016. The share class was launched on 25/10/2016.

**Fund Currency** The base currency of the Fund is EUR.

**Switching** Investors have the right to switch between share classes and sub-funds of the Company. Please refer to the Fund's Prospectus for more information.

### Intended retail investor

This product is intended for investors who plan to stay invested for at least 5 years and are prepared to take on a medium-low level of risk of loss to their original capital in order to get a higher potential return. It is designed to form part of a portfolio of investments.

### Term

The Fund is open-ended and has no maturity date. Subject to the liquidation, dissolution and termination rights of the board of the Fund as set forth in the Fund prospectus, the Fund cannot be automatically terminated. The manufacturer, Albemarle Asset Management Limited (the "Investment Manager"), is not entitled to terminate the product unilaterally.

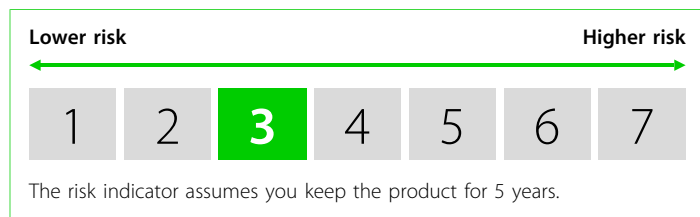
### Practical information

**Depository** The Fund's assets are held with its depository Northern Trust Fiduciary Services (Ireland) Limited.

**Further information** Further information about the Fund (including the Prospectus and most recent financial statements) are available in English and Italian by downloading free of charge from <https://www.albemarleasset.com/>. The latest net asset value per share for the Fund is available on [www.bloomberg.com](http://www.bloomberg.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.

### Performance scenarios

The figures shown include all the costs of the product itself, and includes the costs of 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.**

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

**Unfavourable:** this type of scenario occurred for an investment between 31 March 2015 and 31 March 2020.

**Moderate:** this type of scenario occurred for an investment between 30 April 2016 and 30 April 2021.

**Favourable:** this type of scenario occurred for an investment between 31 October 2012 and 31 October 2017.

Recommended holding period		5 years	
Example Investment		10,000 EUR	
Scenarios		if you exit after 1 year	if you exit after 5 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	5,491 EUR -45.1%	5,160 EUR -12.4%
Unfavourable	What you might get back after costs Average return each year	8,675 EUR -13.2%	7,296 EUR -6.1%
Moderate	What you might get back after costs Average return each year	9,802 EUR -2.0%	8,628 EUR -2.9%
Favourable	What you might get back after costs Average return each year	10,879 EUR 8.8%	10,218 EUR 0.4%

## What happens if the Fund is unable to pay out?

If we are not able to pay you out what we owe you, you are not covered by any national compensation scheme. To protect you, the assets are held with a separate company, a depositary. Should we default, the depositary would liquidate the investments and distribute the proceeds to the investors. In the worst case, however, you could lose your entire investment.

## 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. 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,

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 the Fund to pay you.

**Be aware of currency risk.** In some circumstances, you may receive payments in a different currency, so the final return you will get may depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Beside the risks included in the risk indicator, other risks may affect the fund performance. Please refer to the fund prospectus, available free of charge at <https://www.albemarleasset.com/>.

■ 10,000 EUR is invested.

Example Investment 10,000 EUR	if you exit after 1 year	if you exit after 5 years (recommended holding period)
<b>Total Costs</b>	<b>489 EUR</b>	<b>2,408 EUR</b>
<b>Annual cost impact*</b>	<b>4.9%</b>	<b>4.9%</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 2.0% before costs and -2.9% after costs.

### Composition of costs

One-off costs upon entry or exit		Annual cost impact if you exit after 1 year
<b>Entry costs</b>	<b>0.00%</b> , we do not charge an entry fee.	<b>0 EUR</b>
<b>Exit costs</b>	<b>0.00%</b> , we do not charge an exit fee for this product, but the person selling you the product may do so.	<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>4.40%</b> of the value of your investment per year. This is an estimate based on actual costs over the last year.	<b>440 EUR</b>
<b>Transaction costs</b>	<b>0.14%</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>14 EUR</b>
Incidental costs taken under specific conditions		Annual cost impact if you exit after 1 year
<b>Performance fees</b>	<b>0.35%</b> 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>35 EUR</b>

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

#### Recommended holding period: 5 years

This product is designed for longer term investments; you should be prepared to stay invested for at least 5 years. However, you can redeem your investment without penalty at any time during this period, or hold the investment longer. Shares in the Fund may be redeemed on demand, subject to certain restrictions, on each Dealing Day.

### How can I complain?

You can send your complaint to the Investment Manager as outlined at <https://www.albemarleasset.com/> or under the following postal address Albemarle Asset Management, 21 Upper Brook Street, W1K 7PY, London, UK or by e-mail to [complaint@albemarleasset.com](mailto:complaint@albemarleasset.com).

If you have a complaint about the person that advised you about this product, or who sold it to you, they will tell you where to complain.

### Other relevant information

**Cost, performance and risk** The cost, performance and risk calculations included in this key information document follow the methodology prescribed by EU rules.

**Performance scenarios** You can find previous performance scenarios updated on a monthly basis at [https://www.albemarleasset.com/investment-management/#ucits\\_funds](https://www.albemarleasset.com/investment-management/#ucits_funds).

**Past performance** You can download the past performance over the last 6 year(s) from our website at [https://www.albemarleasset.com/investment-management/#ucits\\_funds](https://www.albemarleasset.com/investment-management/#ucits_funds).

**Additional information** The Fund is a sub-fund within the Company and the prospectus and financial statements are prepared in respect of the Company as a whole.

The assets and liabilities of each other sub-fund and the Fund are segregated by law.

Details of the up-to-date remuneration policy of the Manager, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits are available on <https://kbassociates.ie> and a paper copy will be made available free of charge upon request.

The Fund is subject to Irish taxation legislation which may have an adverse impact on the personal tax of the investor. Investors should consult their own tax advisors before investing in the Fund.