

Key Information Document

Convertibles

A sub-fund of DNCA Invest SICAV

Share class: A (EUR) - ISIN: LU0401809073



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

| | |
|---------------------------|--|
| Product name: | Convertibles |
| Name of the manufacturer: | DNCA Finance |
| ISIN: | LU0401809073 |
| Manufacturer's website: | www.dnca-investments.com |
| Phone: | For further information call +33158 62 55 00 |

This Product is managed by DNCA Finance, authorized in France under n°GP00030 and regulated by the Autorité des marchés financiers. This Product is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier. Further information is available on the Management Company's website: www.dnca-investments.com. Key Information Document production date: 05/08/2024.

What is this product?

TYPE

This Product is a sub-fund of DNCA Invest SICAV, an investment company with variable capital regulated by Luxembourg law and qualifying as UCITS pursuant to Directive 2009/65/CE.

TERM

The Product is established for an unlimited duration and liquidation must be decided upon by the Board of Directors.

OBJECTIVES

The Product seeks to provide capital appreciation with low volatility by investing in convertible bonds. Investors' attention is drawn to the fact that the management style is discretionary and integrates environmental, social / societal and governance (ESG) criteria. As part of a discretionary management approach, the portfolio composition will not attempt to replicate the composition of a benchmark index from a geographical or sectoral perspective. Even so, the Refinitiv Europe Focus Hedged CB - EUR - index may be used as ex-post benchmark indicator.

The Product meets the criteria for Responsible management. Thus, the process and selection of all the securities in the portfolio take into account an internal evaluation of Corporate Responsibility (shareholder, social, societal, and environmental responsibilities) based on a proprietary financial analysis model. There is a limitation in the rating process due to the reliability of the published data, which depends on the credibility and auditing of companies' extra-financial reports. The Management Company implements a "best in universe" approach aimed at selecting the highest-rated issuers from an extra-financial perspective within their investment universe, regardless of their sector of activity, resulting in a reduction of the initial universe by at least 20%. The extra-financial analysis is conducted on at least 90% of the assets in the portfolio. The investment process is based on the following three stages: (i) selection of the investment universe combining a financial and extra-financial approach, (ii) Build the portfolio with a "Top down" approach (i.e. an approach which consists of looking to the overall portfolio) (iii) selection of securities ("Bottom up" approach) on the basis of a multi-factor analysis (fundamental analysis, valuation of the credit option and characteristics of the convertible bonds) followed by the overall analysis of the portfolio. The investment process is made of the combination of a global bond approach and stock-picking policy. It aims to create a portfolio with a lower volatility than an underlying equity investment based on a fundamental approach and a qualitative analysis of each issuer. The Product is managed taking into consideration the requirements of the French SRI label.

The Product will at all times invest at least 50% of its total assets in convertible bonds, exchangeable bonds and mandatory redeemable bonds of issuers having their registered office in the EU or exercising the preponderant part of their economic activities in the EU within the following limits:

- Convertible or exchangeable bonds denominated in Euro : from 50% to 100% of its assets invested in convertible, exchangeable or mandatory redeemable bonds,
- Non Euro Convertible or exchangeable bonds: at most 30% of its total assets,
- Convertible bonds rated "investment grade" or whose issuer is rated "investment grade": at least 30% of its assets invested in convertible or exchangeable bonds
- Money-market and debt instruments: from 0% to 50% of its total assets.

In addition, the Product will invest the remaining part of its total assets in warrants, subscription rights and other bonds with any equity link. The Product may invest up to 10% of its net assets in units or shares of UCITS or UCI.

The Product may use exchange traded or OTC derivatives, including but not limited to, futures contracts and non-complex options negotiated on regulated markets for the purpose of hedging or increasing equity risk, credit risk and/or interest rate risk without seeking overexposure. The Product may invest in securities denominated in any currency. However non-base currency exposure may be hedged back to the base currency to moderate currency exchange risks. More specifically, futures, and currency forwards may be used for that purpose. The currency exchange risk will not represent more than 30% of the total assets of the Product.

The Product is actively managed and uses the benchmark for the calculation of the performance fee and performance comparison purposes. This means the Management Company is taking investment decisions with the intention of achieving the Product's investment objective; this may include decisions regarding asset selection and overall level of exposure to the market. The Management Company is not in any way constrained by the benchmark in its portfolio positioning. The deviation from the benchmark may be complete or significant.

This is an accumulation share.

INTENDED RETAIL INVESTORS

The Product is intended for retail investors who have no financial knowledge or experience of the financial sector. The Product is intended for investors who can withstand capital losses and who do not require a capital guarantee.

OTHER INFORMATION

The Depository is BNP Paribas, Luxembourg Branch.

The full prospectus and latest key information document, as well as latest annual report are available on the website www.dnca-investments.com or directly from the manufacturer: DNCA Finance at 19 Place Vendôme 75001 Paris.

The NAV is available on the website: www.dnca-investments.com.


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

RISK INDICATOR



Lower risk

Higher risk

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

The risk can be significantly different 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 Product lie in the possibility of depreciation of the securities in which the Product 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.

The stress scenario shows what you might get back in extreme market circumstances. The stress scenario shows what you might get back in extreme market circumstances. What you get will depend on market trends and how long you keep the Product.

Recommended holding period:
Example investment

5 years
EUR 10 000

**If you exit after
1 year**

**If you exit after
5 years**

SCENARIOS

| 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 | EUR 8150 -18.5% | EUR 6840 -7.3% |
| Unfavourable | What you might get back after costs Average return each year | EUR 8180 -18.2% | EUR 8030 -4.3% |
| Moderate | What you might get back after costs Average return each year | EUR 10090 0.9% | EUR 9770 -0.5% |
| Favourable | What you might get back after costs Average return each year | EUR 11230 12.3% | EUR 10980 1.9% |

- The unfavourable occurred for an investment in the Product between September 2017 and September 2022.
- The moderate occurred for an investment in the Product between June 2019 and June 2024.
- The favourable occurred for an investment in the Product between June 2016 and June 2021.

What happens if DNCA Finance is unable to pay out?

The Product is a co-ownership of financial instruments and deposits separate from DNCA Finance. In the event of the default of DNCA Finance, the assets of the Product held by the depositary will not be affected. In the event of default by the depositary, the risk of financial loss of the Product is mitigated due to the legal segregation of the depositary's assets from those of the Product.

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.

- EUR 10 000 is invested.

Investment of EUR 10 000

If you exit after 1 year If you exit after 5 years

| Total costs | EUR 385 | EUR 1160 |
|-------------------------------|---------|----------------|
| Annual cost impact (*) | 3.8% | 2.3% each year |

* The annual cost impact 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 1.8% before costs and -0.5% after costs.

We may share part of costs with the person selling you the Product to cover the services they provide to you. These figures include the maximum distribution fee and which amount of 100% of costs. This person will inform you of the actual distribution fee.

COMPOSITION OF COSTS

| One-off costs upon entry or exit | | If you exit after 1 year |
|---|--|--------------------------|
| Entry costs | Up to 2.00% 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. | Up to EUR 200 |
| Exit costs | We do not charge an exit fee for this Product. | None |
| Ongoing costs taken each year | | |
| Management fees and other administrative or operating costs | 1.74% of the value of your investment per year. This is an estimate based on actual costs over the last year. | EUR 174 |
| Transaction costs | 0.11% 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. | EUR 11 |
| Incidental costs taken under specific conditions | | |
| Performance fees | 20.00% of the positive performance net of any fees above the Refinitiv Europe Focus Hedged CB - EUR - index with High Water Mark. 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. | EURO |

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

Recommended holding period: 5 years.

Shareholders may redeem shares on demand and executed on each NAV calculation and publication day before 12.00 noon (Luxembourg time).

The recommended holding period was chosen depending on the asset class, investment strategy and risk profile of the Product, to enable it to achieve its investment objective while minimizing the risk of loss.

You can redeem all or part of your investment at any time before the end of the recommended holding period, or hold it longer. There are no penalties for early divestment. However, if you request redemption before the end of the recommended holding period, you may receive less than expected.

The Product has a redemption capping system known as « Gates » described in the prospectus.

How can I complain?

If you have any complaints about the Product, you can send a written request with a description of the problem either by e-mail dnca@dnca-investments.com or to the following address: DNCA Finance, 19 Place Vendôme, 75001 Paris.

Other relevant information

The Fund promotes environmental or social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 on sustainability reporting in the financial services sector ("SFDR Regulation").

The Fund prospectus and the latest key information document, as well as the latest annual report and information on past performance, can be obtained free of charge from the website of the manufacturer: www.dnca-investments.com.

When this product is used as a unit-linked carrier in a life insurance or capitalization contract, additional information on this contract, such as the costs of the contract, which are not included in the costs indicated in this document, the contact in the event of a claim and what happens in the event of default by the insurance company, are presented in the key information document for this contract, which must be provided by your insurer or broker or any other insurance intermediary in accordance with its legal obligation.