



LA FRANÇAISE

#### Key investor information

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

## LFP S&P Capital IQ Fund - LUX R2P Credit Flex - Class S EUR-LU1093494372

A share class of LFP S&P Capital IQ Fund - LUX R2P Credit Flex (the “Fund”),  
a sub-fund of the UCITS LFP S&P Capital IQ Fund (The “UCITS”)

The Fund is managed by La Française AM International,  
part of La Française group of companies

### OBJECTIVES AND INVESTMENT POLICY

The objective of the Fund is to outperform (net of fees) the Barclays Global Corporate 3-5 years € Hedged over the recommended investment period of three years. The Fund is invested with a flexible allocation in “investment grade” issuers / issues up to 100% and / or in “high yield” issuers / issues up to 100% to provide a return of capital growth and income.

The Fund will implement a set of strategies, such as:

- credit allocation on a country, sector and rating basis (spread risk, default risk, interest rate risk)
- relative values strategies: credit curve strategies, compression strategies, long/short (credit risk)
- duration management (interest rate risk, curve risk).

The Fund invests in interest rate and money market products (bonds issued by entities from the private sector; bonds from the public and para-public sectors; fixed or variable rate bonds, convertible bonds, exchangeable bonds, covered bonds, State securities, BMTN (negotiable medium-term notes), EMTN (Euro medium-term notes), repurchase agreements; senior or subordinated debt).

Investments shall be made in accordance with the following characteristics:

- Investment Grade issuers / issues

- High Yield (speculative) issuers / issues
  - Non-rated securities
  - Issued by public or private sector entities (corporate, government, government agencies, supranational institutions)
  - Denominated in various currencies
  - OECD issues or issuers (including emerging OECD countries) up to 100%
- Investors are not exposed to currency risk as the Investment Manager will seek to hedge out currency exposure in each class. However, a residual currency risk may persist, resulting from imperfect currency hedging of underlying assets. The Fund may also invest up to 10% of its net assets in shares or units of UCITS and/or other UCIs, as well as in equities denominated in currencies other than the US dollar.

The Fund may hold ancillary liquid assets.

The Fund may invest in derivative techniques and instruments [listed, unlisted, firm or optional, rates indexes, swaps, forwards, NDF (Non Deliverable Forward), CDS (Credit Default Swap), CDS on indices] with the aim of taking provisions against the risks associated with the assets or exposure of the portfolio.

### RISK AND REWARD PROFILE



**Risk and Reward Profile:** The SRRI (Synthetic Risk and Reward Indicator) demonstrates where the Fund ranks in terms of its potential risk and return. The higher the Fund's position on this scale, the greater possible reward, but also the greater risk of losing money.

The risk category is 3, which reflects investments in debt instruments denominated in USD or other currency, in all OECD countries (including emerging OECD countries), in private or public sector.

We bring your attention to the fact that:

- Historical data used in calculating the SRRI may not be a reliable indication of the future risk profile of the Fund.
- The risk indicator shown above is not guaranteed and it may shift over time. The lowest category does not mean a risk free investment.

**Risks materially relevant to the Fund which are not adequately captured in the indicator:**

**Credit risk:** the Fund can invest in debt securities. There is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer.

**Counterparty risk:** the Fund enters into contracts with various counterparties. If a counterparty does not fulfil its obligations to the Fund (e.g. not paying an agreed amount or not delivering securities as agreed) the Fund can suffer a loss.

**Interest rate risk:** an increase in interest rates may cause the value of fixed income securities held by the Fund to decline. Bonds prices and yield have an inverse relationship, when the price of a bond falls the yield rises.

**Risk linked to the impact of management techniques:** risk of increased losses owing to the use of financial futures instruments such as OTC financial agreements, and/or the temporary acquisition and transfer of securities, and/or futures contracts, and/or derivative instruments. This risk may lower the net asset value.

**Selection risk:** the Investment Manager's judgment about the attractiveness, value and potential appreciation of a particular company's security could be incorrect.

**Emerging markets risk:** emerging markets are more likely to experience political uncertainty and investments held in these countries may not have the same protection as those held in more developed countries.

## 🕒 CHARGES

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

ONE-OFF CHARGES TAKEN BEFORE OR AFTER YOU INVEST	
Entry charge	3.00%
Exit charge	None

This is the maximum that might be taken out of your money before it is invested and/or before the proceeds of your investment are paid out. The entry and exit charges shown are maximum figures. In some cases you might pay less - you can find this out from your financial adviser.

CHARGES TAKEN FROM THE FUND OVER A YEAR	
Ongoing charges	0.73%

The ongoing charges figure shown here is an estimate of the charges. The UCITS' annual report for each financial year will include detail on the exact charges made.

CHARGES TAKEN FROM THE FUND UNDER CERTAIN SPECIFIC CONDITIONS	
Performance fee	None

For more information about charges, please refer to the UCITS' prospectus, which is available at the registered office of the UCITS.

## 🕒 PAST PERFORMANCE



There is insufficient data to provide a useful indication of past performance.

The Fund came into existence during the year 2015.

## 🕒 PRACTICAL INFORMATION

**Depository:** BNP Paribas Securities Services, Luxembourg Branch

Further information about the Fund and English copies of annual reports, semi annual reports and prospectus can be obtained free of charge upon request at the UCITS registered office.

Other practical information, including the latest prices of units, is made available to the public at the UCITS registered office or on [www.lafrancaise-gam.com](http://www.lafrancaise-gam.com)

The present document describes a share-class of a sub-fund of the UCITS. The prospectus and the periodic reports are prepared for the entire UCITS named at the beginning of this key investor information document.

The tax legislation of the UCITS may have an impact on your personal tax position.

La Française AM International may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the UCITS.

Each sub-fund corresponds to a distinct part of the assets and liabilities of the UCITS.

You have the right to convert your shares into shares of another existing class of the Fund. Information about how to exercise this right can be obtained at the UCITS registered office or on [www.lafrancaise-gam.com](http://www.lafrancaise-gam.com).

You can obtain information on the share-classes that are marketed in a specific country at the registered office of the UCITS or on [www.lafrancaise-gam.com](http://www.lafrancaise-gam.com).

This Fund is authorised in Luxembourg and regulated by the CSSF (Commission de Surveillance du Secteur Financier).

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This key investor information is accurate as at 27/02/2015.